1943-46

II

File No. 3733/36

E CLASS

P. W. DEPARTMENT
El. BRANCH

Subject:— Electric License

Belgaum

Annual Accounts of: —

B. CLASS

Bill

IV

II

File No. 3733/36 El (1)

Std. Scott. Slip 24-B

Report on the Examination and Audit of the Annual Statement of Accounts prescribed under the Indian Electricity Rules, 1937, relating to the Amalgamated Electricity Company (Belgaum) Ltd., Belgaum Electric License, for the year ended 31-3-1942.

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The Examination and Audit of the Annual Statement of Accounts relating to the Belgaum Electric License was carried out by this office at the registered office of the Company at Bombay. The allocation of expenditure between Capital and Revenue was generally scrutinized with reference to the books of accounts available at the Bombay Office. Such records as are maintained at the branch office of the Company, e.g. stores ledgers &c., were not examined. Statements I to IX and the statement of Financial and Technical Data are attached to this report.

2. Statements I & II - Share & Loan Capital.

The share capital of the Company (ordinary and preference shares) remained unchanged at Rs.7,86,718. The overdraft at 4% from the Bank of India stood at Rs.51,535 at the close of the year. The combined share and loan capital stood at Rs.8,38,254. The remark in para 2 of the last audit report in which it has been stated that there was no necessity for a loan if the working of the Belgaum License was considered by itself separately applies to this year also.

3. Statement III - Capital expenditure.

(a) With the net additions during the year amounting to Rs.64,456, the total capital expenditure including stores amounted to Rs.10,13,711 at the close of the year. The main additions were under "Mains", "Service connections", "Plant" and "Meters". The first two assets include -

(i) a sum of Rs.5,243 under "Mains" on account of salaries and wages of supervising staff as against stores issued of Rs.3,823 or approximately in the ratio of 4:3;

(ii) a sum of Rs.2,459 under "Service connections", on account of salaries and wages of supervising staff against stores issues worth Rs.6,366, or in the ratio of 2:5 -- approximately;

(iii) pay of the Engineer was capitalised to the extent of 60% of his year's salary and charged to "Mains" and "Service connections" in the ratio of 2:1. No record of time spent by the Engineer could be seen in audit. It is suggested that only so much of the Engineer's salary should be capitalised as represents time actually spent on capital jobs.

(b) Two sums of Rs.86/- each were also capitalised and charged to "Mains" and "Service connections" on account of insurance charges of motor cars. Again a sum of Rs.120 on account of electrical Inspector's fee was capitalised under Service connections. Such charges are of a revenue character and their charge to capital is not justifiable. These charges should be written back to Revenue in the next accounts.

(c) ...

(c) The capital expenditure per K.W. of machinery installed works out to Rs.1,935.

(d) The percentage of turnover to capital expenditure works out to 23.51.

4. Statement IV - Working expenses.

(a) The working expenses (excluding depreciation, income-tax etc.,) under the main heads together with the cost of generation per unit under each for the two years 1940-41 and 1941-42 are compared below:-

Items.	1940-41		1941-42	
	Amount Rs.	Cost per unit generated Annas.	Amount. Rs.	Cost per unit generated Annas.
Fuel.	45,947.	0.53	50,693.	0.52
Oil, waste &c.	8,731.	0.10	12,724.	0.13
Wages & Salaries - excluding management.	8,068.	0.09	9,019	0.09
Repairs & Maintenance.	8,700.	0.10	9,129.	0.10
Rents,rates & taxes.	1,520.	0.02	1,829.	0.02
Agent's remuneration.	20,273.	0.23	22,572.	0.23
Management & general - charges &c.	24,745.	0.28	27,826.	0.29
Total.	1,17,984.	1.35	1,33,792.	1.38
Units generated.	13,93,593.		15,51,925.	

The cost of generation rose slightly during the year, as also the total number of units generated. The increase was due mainly to that under "Oil, waste &c." on account of the rise in the market prices. The grant of war allowances to th staff since 1-4-1941 was responsible for the slight increase under "Management & General charges".

(b) The sum of Rs.32,446 under "Management expenses" includes an amount of Rs.1,437 as special expenditure, the details of which were not made available during the audit, and has not been included in working out the estimated surplus - statement attached.

5. Revenue.

The revenue derived from the various classes of consumers and the number of units sold to each together with the average price per unit realised for the two years 1940-41 and 1941-42 are compared below. There was no reduction in rates of sale of energy:-

Items.	1940-41 Units sold	Amount Rs.	Cost per unit Sold Annas.	1941-42 Units sold	Amount Rs.	Cost per unit sold. Annas.
Lighting.	2,06,507.	69,921.	5.42	2,28,166.	76,494.	5.36
Power.	4,93,539.	48,307.	1.57	5,70,928.	54,314.	1.52
Special - contracts.	3,71,549.	58,771.	2.53	4,06,506.	65,113.	2.56
Public - lamps.	59,296.	14,050.	3.79	60,787.	13,787.	3.63
Total.	11,30,891.	1,91,049.	2.70	12,66,387.	2,09,708.	2.65
Meter rent.		14,729.			15,365.	
Service connections.		7,651.			12,410.	
Miscellaneous.		1,186.			1,294.	
		2,14,615.			2,38,777.	

The rates of supply for street lighting were as follows:-

Municipality @ annas 4 per unit
Cantonment @ " 4-6 3-8 ps. "
M.E.S. @ " 4-6 ps. "

6. Statement V - Net Revenue Account.

Dividend out of the profits of the previous year was declared @ 5½% on the preference and at 6¼% on ordinary shares. A similar dividend has since been declared out of the profits for the year under audit.

7. Statement VI - Reserve Fund Account.

No reserve has so far been created.

8. Statement VII - Depreciation Fund Account.

With the provision of Rs.15,389 as depreciation on wasting assets, the total balance in the fund stood at Rs.84,164 at the close of the year, which works out to about 13.2% of the total depreciable assets in the Company's 9th year of working.

9. Statement VIII - Balance Sheet.

The sum of Rs.73,439 shown against "Sundry Debtors" includes an amount of Rs.47,858 as due from Bhiwandi Branch This amount does not appear in the ledger and is treated as an inter branch transaction without any interest being charged thereon. Thus the share of the overdraft from the Bank of India allotted to this branch has almost been again lent to the other branch, free of interest, while this branch has to pay interest on that loan. The Company should therefore be advised to open an account in the ledger and charge interest to the Bhiwandi Branch

10 ...

10. Statement IX - Generation.

(a) The percentages of units used on works and of those lost in transmission work out to 5.01 and 13.39 respectively.

(b) 2,321 units were supplied free to the staff and are included in the units used on works which is irregular. The Company may be advised to record the units supplied to residential premises separately in the consumers' ledger and pay duty on such consumption and also to record the free supply under "Column 4" consumers by meter for lighting purposes."

11. A calculation of the working results of the year according to the method adopted by the Electricity Advisory Committee shows a surplus of about Rs.39,700 - vide statement attached.

24 JUN 1943

R. Sivaramakrishnan

(R. Sivaramakrishnan.)
Examiner, Outside Audit.

STATEMENT 'A'.

Estimated Surplus.

		Rs.	Rs.
Gross Revenue.			2,38,777.
Less (i) Working expenses -			
Statement IV.		1,52,421	
Deduct:			
Depreciation	15,389.		
Agent's remuneration.	22,572.		
Reserve for bad debts.	540.		
Special expenses.	1,437.		
		39,938	
		1,12,483.	
(ii) Depreciation @ 12% of gross revenue.		28,653.	
(iii) Agent's remuneration @ 7½% of net profits.*		7,323.	
(iv) 2% depreciation reserve.		1,683.	
(v) 6% return on net capital block.@		38,363.	
(vi) Contingent Reserve @ ¼% of net capital block.		1,598.	
(vii) Write off of intangibles 2,76,725/31.		8,927.	
			1,99,030.
Estimated surplus.			39,747.

* Revenue Rs. 2,38,777.
Expenditure. " 1,12,483.
" 1,26,294.
Depreciation. " 28,653.
Net profit. " 97,641.

@ Total capital - expenditure - (including -- stores). Rs. 10,13,711.

Less: Consideration for the purchase. Rs. 2,69,082.
License. " 7,643.
Brokerage. " 13,438.
Depreciation " 84,164.
3,74,327

Net capital block. 6,39,384.

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THE AMALGAMATED ELECTRICITY COMPANY(BELGAUM) LTD: BELGAUM ELECTRIC LICENSE.

For the year ending 31st March 19 42

1-Statement of Share Capital appropriated for the purposes of the undertaking authorised by the above mentioned license.

Description of Capital.	Authorised by	Number of shares issued	Nominal amount of share.	Called up per share.	Total paid up	Issued not paid up.	Remaining unissued.	Total amount authorised.
Proportionate Capital out of total capital of Rs.13,62,420/- of the Amalgamated Electricity Co.(Belgaum) Ltd.	Memorandum & Articles of Association of the Company.							
6250-5% Cumulative Preference shares of Rs.100/- each fully paid up.			Rs.100/- ea.	Rs.100/- ea	786,718-6-7			Rs.7,86,718-6-7
73742 Ordinary shares of Rs.10/- each fully paid up.			Rs.10/-each	Rs.10/-each				

BELGAUM.
The Amalgamated Electricity Co., Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

THE AMALGAMATED ELEC ICITY CO.(BELGAUM) LTD; BELGAUM ELECTRIC LICENCE.

For the year ending 31st March 19 42
II–Statement of Loan Capital appropriated for the purposes of the undertaking authorised by the above mentioned license.

Description of Loan.	Amount borrowed. at percent	Amount borrowed. Total	Remaining borrowing powers.	Total amount of borrowing powers.
UNSECURED	Rs.32,141-12- 2			
Additions during the year	Rs.19,393-11- 6	Rs.51,535- 7-		Unlimited

Total Share Capital Paid up Sec. No. I.		Rs.7,86,718- 6- 7
„ Loan „ borrowed Sec. No. II.		Rs. 51,535- 7- 7
Total Capital Received		Rs.8,38,253-14- 2

BELGAUM.

The Amalgamated Electricity Co. (Belgaum) Ltd.,
For Consolidated Electric Agencies Ltd., Managing Agents

THE AMALGAMATED ELECTRICITY CO.(BELGAUM) LTD: BELGAUM ELECTRIC LICENCE.

For the year ending 31st March 19 42
II–Statement of Loan Capital appropriated for the purposes of the undertaking authorised by the above mentioned license.

Description of Loan.	Amount borrowed. at percent	Amount borrowed. Total	Remaining borrowing powers.	Total amount of borrowing powers.
UNSECURED	Rs.32,141-12- 2			
	Additions during the year Rs.19,393-11- 5	Rs.51,535- 7- 7		Unlimited

Total Share Capital Paid up Sec. No. I.		Rs.7,86,718- 6- 7
„ Loan „ borrowed Sec. No. II.		Rs. 51,535- 7- 7
Total Capital Received		Rs.8,38,253-14- 2

BELGAUM.

The Amalgamated Electricity Co., (Belgaum) L
For Consolidated Electric Agencies Ltd., Managing Ag

Managing Dir

BGP/

III Capital Account.

Statement for the year ending 31st March 19 42

Dr.

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure to 31-3-42		Receipts upto end of previous year.	Received during the year.	Total receipts to 31-3-42
1. To Preliminary expenses (to be specified.)				By Ordinary Shares of Rs.10/-each By Preference Shares of Rs.100/-each By Debenture Stock	7,86,718- 6- 7	-	7,86,718- 6- 7
2. To lands, including law charges incidental to acquisition.	1,000- 0- 0	-	1,000- 0- 0	By Mortgages and Bonds By amounts received in anticipation of calls			
3. To Building.	48,658- 6- 5	93- 9- 3	48,751-15- 8	By other receipts (to be specified)			
4. To Plant. including Plt.& Machinery	1,41,918-12- 9	5,638- 7- 9 604-14- 0	1,46,862- 6- 6	By Unsecured loan	32,141,12- 2	19,393-11- 5	51,535- 7- 7
5. To Mains.	2,52,635-13- 3	9,418- 0- 4 7-14- 0	2,62,045-15- 7				
6. To service connections.	72,167-11- 1	9,626- 1- 7	81,793-12- 8				
7. To transformers etc.	10,140-13- 6	-	10,140-13- 6				
8. To meters, and fees for certifying under the Act.	38,972-12- 4	5,221- 2-11	44,193-15- 3				
9. To general stores.	51,663- 7- 3	33,286-12- 5	84,950- 3- 8				
B/F/ C.F. Rs.	6,17,157-12- 7	62,571- 6- 3	6,79,729- 2-10	C.F. Rs.	8,18,860- 2- 9	19,393-11- 5	8,38,253-14- 2

THE AMALGAMATED ELECTRICITY CO.(BELGAUM) LTD: BELGAUM ELECTRIC LICENSE:

III Capital Account (Contd.)

Statement for the year ending 31st March 1942

Dr. *Cr.*

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure to 31-3-42		Receipts upto end of previous year.	Received during the year.	Total receipts to 31-3-42
B.F.	6,17,157-12- 7	62,571- 6- 3	6,79,729- 2-10	B.F.	8,18,860- 2- 9	19,393-11- 5	8,38,253-14- 2
10. Special items (to be specified)				By Balance of Capital A/c.			1,75,456-11-10
Wiring Installations	14,003- 2- 6	3,339- 1-10 - 12- 4- 5	17,327-15-11				
Govt.Building -- wiring.	560- 0- 0	-	560- 0- 0				
Consideration for purchase of going concern	2,69,081-15- 9	-	2,69,081-15- 9				
Furniture & Fixtures	9,136-14- 0	117- 7- 0 - 15- 0- 0	9,238- 5- 0				
Motor Cars & Bicycles	3,638- 9- 6	2,460- 4- 9 -3,616- 8- 0	6,255-12- 9				
Belgaum Electric License	7,643- 8- 0	-	7,643- 8- 0				
Hindalgi Jail - Wiring	10,434- 0- 0	-	10,434- 0- 0				
Brokerage	16,137-15- 9	- 2,700- 0- 0	13,437-15- 9				
Total Expenditure To balance of Capital account.	9,49,284-12- 1	64,456-13-11	10,13,710-10- 0	B.	8,18,860- 2- 9	19,393-11- 5	10,13,710-10- 0

BELGAUM.

The Amalgamated Electricity Co., Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

IV Revenue Account.

Statement for the year ending 31st March 19 42

Dr. *Cr.*

A-Generation.			
1. To Fuel	50,693- 7- 2		
2. „ Oil, waste, water, etc.	12,724- 3- 2		
3. „ Proportion of salaries of engineers etc.			
4. „ Wages & gratuities	6,343- 2- 8		
5. „ Repairs and maintenance as follows ...			
Buildings	72-13- 3		
Plant	2,170-13- 6		
6. „ Special items (to be specified) ...			
		72,004- 7- 9	
B-Distribution.			
1. To Proportion of salaries of engineers, superintendents, and officers ...			
2. „ Wages & gratuities	1,825-1-11		
3. „ Repairs, maintenance & renewals of mains	4,086-14- 6		
4. „ Repairs, maintenance & renewals of ~~xxxxxxxxx~~ Refrigerators ...	270-15- 8		
5. „ Repairs, maintenance and renewals of meters etc	624- 2- 8		
Govt. ~~xxxxx~~ Bldg. wiring Repairs	120- 0- 0		
Wiring Installation "	3-12- 0	6,930-14- 9	
Carried forward		78,935- 6- 6	

1. By sale of energy for lighting purposes ...	76,494- 5- 3	
2. „ Sale of energy for power purposes ...	54,313- 7- 0	
3 „ Sale of energy under special contracts.	65,112- 9- 0	
4. „ Public lighting	13,787- 4- 8	
5. „ Rental of meters & other apparatus on consumers' premises	15,364-12- 9	
6. „ Rents receivable		
7. „ Transfer fees	238-10-11	
8. „ Service connections	12,409-15- 9	
9. „ Miscellaneous receipts	731- 2- 8	
10. „ Other items (to be specified) ...		
Wiring	77-10- 6	
Sales	219- 2-10	
Carried forward Rs.		2,38,749- 1- 4

BELGAUM.
The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents
Managing Director

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IV Revenue Account-Contd.

Statement for the year ending 31st March 19 42

Dr. *Cr.*

Brought forward		78,935- 6- 6
C-Public Lamps.		
1. To Attendance and repairs	850-15- 3	
2. „ Renewals etc.	1779-14- 8	
		2,630-13- 5
D-Rents, Rates & Taxes.		
1. To Rents payable	1603- 7- 0	
2. „ Rates & Taxes	225- 1- 0	
		1,828- 8- 0
E-Management Expenses.		
1. To Directors' remuneration	675- 0- 0	
2. „ Management	32,446-14- 5	
3. „ General establishment	15,913-13- 9	
4. „ Auditors of Company	1,066- 0- 0	
5. „ Auditors appointed under the provisions of the Act.	250- 0- 0	
		50,350-12- 2
F-Law Charges.		
1. To Law expenses		
Carried forward		133,745- 8- 1

Brought forward	2,38,749- 1- 4

The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

2,38,749- 1- 4

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IV Revenue Account-Contd.

Statement for the year ending 31st March 1942

Dr. ***Cr.***

	Brought forward		1,33,745- 8-1		Brought forward	2,38,749- 1- 4
	G-Depreciation.					
1.	To Depreciation in respect of leasehold works					
2.	„ Depreciation in respect of buildings ...					
3.	„ Depreciation on plant					
4.	„ Depreciation on mains	15,389- 6-1	15,389- 6-1			
5.	„ Depreciation on transformers etc. ...					
6.	„ Depreciation on meters					
7.	„ Depreciation on general stores ...					
8.	„ Depreciation in respect of any other items					
	H-Special Charges					
1.	To cost of service connections ...					
2.	„ other items (to be specified) ...					
	Bad Debts	46- 4- 9				
	Brokerage written off	2,700- 0- 0				
	Reserve for Bad & doubtful Debts	540- 0- 0	3,286- 4- 9			
	Total expenditure		1,52,421- 2-11			
	Balance carried to net revenue.		86,327-14- 6			
		Rs.	2,38,749- 1- 4			Rs. 2,38,749- 1- 4

BELGAUM.
The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

THE AMALGAMATED ELECTRICITY CO.(BELGAUM) LTD. BELGAUM ELECTRIC LICENSE:

V-Net Revenue Account.

Statement for the year ending 31st March 1942

1.	To Interest on debentures accrued due to date		1.	By Balance from last account ...	93,488- 1- 7
2.	„ Interest on mortgages and bonds accrued due to date			Less dividend paid	46,463- 0-10
3.	„ Interest [illegible]	1,575-14- 1-		„ Amount carried to	47,025- 0- 9
4.	„ Dividend on preference [illegible] ...			„ Reserve Fund	
5.	„ Income-tax paid	18,036- 7- 0	2.	By Balance brought from revenue account (No. IV.)	86,327-14- 5
6.	„ Balance applicable to dividend on ordinary stock or shares	113,769- 1- 9	3.	By Interest on money at deposit ...	28- 7- 8
	Rs.	133,381- 6-10		Rs.	133,381- 6-10

BELGAUM.

The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD., ... ELECTRIC LICTION:

VI-Reserve Fund Account.

Statement for the year ending 31st March 19 42

1. Amount paid out (Items to be specified) ...	NIL	1. By Balance brought from last account ...	NIL
		2 „ Amount brought from nett revenue account	
		3. „ Interest on amount invested ... (Description of investments to be specified)...	
2. Amount of balance to next account ...	NIL		NIL

BELGAUM.
The Amalgamated Electricity Co., (Belgaum) Ltd
For Consolidated Electric Agencies Ltd., Managing Agent

Managing Direct

THE AMALGAMATED ELECTRICITY CO.(BELGAUM) LTD: BELGAUM ELECTRIC LICENSE:

VII-Depreciation Fund Account.

Statement for the year ending 31st March 1942

Dr. *C*

To balance		84,163-10- 6	1. By Balance from last account ...	70,078- 8- 2	
			2. " Less written off ...	1,304- 0- 9	68,774- 4- 5
			3. " Amount brought from revenue account (See No. IV-G). (Description of investments to be specified)...		15,389- 6- 1
	Rs.	84,163-10- 6		Rs.	84,163-10- 6

BELGAUM.
The Amalgamated Electric Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

THE AMALGAMATED ELECTRICITY CO.(BELGAUM) LTD: BELGAUM ELECTRIC LICENCE:

VIII-General Balance Sheet.

Statement for the year ending 31st March 19 42

Dr. *Cr.*

Liabilities.		Assets.		
1. To Capital account : amount received as per Account No. III	8,38,263-14- 2	1. By Capital account : amount expended for works as per Account No. III ...	9,28,780- 6- 4	
2. To Sundry creditors due on construction of plant and machinery, fuel, stores etc.	24,433- 3- 0	2. By Stores on hand ...	84,950- 3- 8	10,13,710-10- 0
3. To Sundry creditors on open accounts	31,251- 8-11	3. By Sundry Debtors		73,439- 1- 3
4. To Net revenue account : balance at credit thereof...	1,13,769- 1- 9	4. By Preliminary expenses awaiting adjustment ...		
5. To Reserve fund account : balance at credit thereof...		5. By Securities as held (cost price)		
6. To Depreciation fund account	84,163-10- 6	6. By Speciali items (to be specified)		
7. To Special items (to be specified)		Deposits & Advances		708- 8- 1
Unclaimed Dividend	1,060- 1- 3	Prepaid Expenses		1,177- 1- 2
Deposits on Applications	268- 0- 0	7. By Cash at Bankers	4,609- 8- 1	
Reserve for Bad & Doubtful Debts	540- 0- 0	" " on hand	81-11- 0	4,691- 3- 1
Total Rs.	10,93,727- 7- 7	~~To Cash at Bankers~~ ~~on hand~~ ... ... Total Rs.		10,93,727- 7- 7

BELGAUM....

The Amalgamated Electric Co., Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

The Amalgamated Electricity Co.(Belgaum) Ltd
BELGAUM BRANCH

IX ENERGY GENERATED,SOLD ETC.

Statement for the Year ending 31st March 1942.

Total Energy generated in K.W.Hours	Kilowatts-hours Sold					K.W.hrs used on Works	K.W.hrs not accounted for	Total K.W.hrs accounted for	K.W. connected for Public lamps.	Total Consrs connected	Total K.W. connected	Plant installed K.W.
	Public Lamps	Special Contract	Consumers be meter for Lighting.	Consumers by meter for Power	Total							
1681925	60737	406800	218160	570928	1256387	77704	407744	1314181	29	2755	2285	624

Max. supply demanded in Kilowatts = 640 K.W.

33

Prepared by :

Checked by :

BELGAUM.
The Amalgamated Electricity Co, (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

Electrical Engineer
The Amalgamated Electricity Co. (Belgaum) Ltd.
Belgaum Electricity Branch.

STATEMENT FORM.

1. Company, etc. The Amalgamated Electricity Co.(Belgaum) Ltd. Belgaum Branch.
2. Account for year ending. 31st March 1942
3. Year of working. IX
4. Motive power. Diesel Engines

5.	Total capital expenditure at end of year (*not* capital of company).	Rs. 10,13,710-10- 0
6.	Revenue from electric supply.	" 2,09,707- 9-11
7.	Revenue from meter rents and other sources (including interest on investments, if any).	" 29,069-15- 1
8.	Total working costs excluding depreciations (column 11) but including income-tax from net revenue account.	" 1,51,781-15- 1
9.	Gross profit before providing for interest, depreciation or reserve (columns 6 *plus* 7-8).	" 86,995- 9-11
10.	Interest (on debentures and loans) and special charges.	" 4,862- 2-10
11.	Depreciation and reserve (for the year). Writing off preliminary expenses included.	" 15,389- 6- 1
12.	Ditto per cent. on column 5.	1.55%
13.	Financial result (col. 9-10 *plus* 11).	" 66,744- 1- 0
14.	Ditto per cent. on column 5.	6.58
15.	Units generated.	15,51,925
16.	Units sold.	~~12,66,631~~ m 12 66 387

COSTS IN ANNAS PER UNIT GENERATED.

17.	Fuel. 50,693-7-2	.52
18.	Oil, waste, water, engine room stores, etc. 12,724-3-2	.13
19.	Wages and salaries excluding management (generation, distribution and public lamps together). 9,019-3-10	~~.10~~ m .09
20.	Repairs and maintenance (generation, distribution and public lamp renewals when charge on contract rate for current includes renewals). ~~8,200-6-10~~ 9129.5.9 m	.09
21.	Rent, rates and taxes. 1,828- 8- 0	.02
22.	(*a*). Management, Director's fees, office allowance, salaries (other than in column 19), office and legal expenses. ~~48,693-12-2~~ m 49 693.10.5	.50
	(*b*) Incidental and overhead charges (other than capital charges), e.g. depreciation, insurance, income-tax, interest, etc., which cannot properly be included under any of the heads 17 to 21 and 22 (*a*). 38,369-3-7 39145.1.8 m	.41 m ~~.40~~
	(Note:—All working costs should go under one of these heads, but not capital charges.)	-----
23.	Total working costs (cols. 17 to 22 added.)	~~1.77~~ m 1.76

TECHNICAL DATA.

24. Kilowatts connected to public lamps. 29

25. Total consumers connected (number). 1,755

26. Total connections, kilowatts. 285

27. Maximum load on feeders, kilowatts. 440

28. Maximum Station Load.

29. Plant capacity installed, kilowatts. 524

30. Average price in annas obtained per unit (col. 6÷16.) 3.64

31. Percentage of dividend paid per year. Preference 5½%
Ordinary 6½%

32. The type and size of the generating plant with dates of installation thereof.

GENERATORS:

1) Metropolitan Vickers 94 KVA.8 P.F.75.2 KW 3 Phase 50 f. 3300 V 500 RPM 16-4 Amps.serial No.649212 installed in 1933

2) Metropolitan Vickers 94 KVA.8 P.75.2 K.W.4 Phase 50 f 3300 volts 500 RPM 16.4 Amps.Serial No.649214 installed in 1933.

3) ASEA 94 KVA.8 PF.75.2 K.W.3 Phase 50 F.3300 v.500 RPM. 16.4 A.C.A.95 No.677794 Y Connections, 110 V 17.8 Amps. installed in 1934.

4) ASEA No.749587 60 cycles 175 KVA 3300 volts 30.7 A 140.4 K.W.8 PF 375 RPM installed in 1935 Mag.11 26.7 Amps.

5) Siemens Schukert Generator No.34036450 Type FW 430/A-16Y 3300 34.7 A.198 KVA.PF.8 375 50 F.65 V 90 Amps.installed in 1938.

PRIME MOVERS:

1) S. L. M. 138 B.H.P. installed in 1933

2) S. L. M. 138 B. H. P. installed in 1934

3) S. L. M. 127 B.H.P. installed in 1933

4) S.L.M. 230 B. H. P. installed in 1938

5) Siemens 230 B. H. P. installed in 1938.

33. The nature of the supply:—

(a) Generation, voltage, frequency, etc. A.C.400/230 volts 50 cycles

(b) Distribution, voltage, frequency, etc. A.C.400/230 Volts 50 cycles

BELGAUM.

The Amalgamated Electric Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd. Managing Agents.

Managing Director.

NO. O.A. 240/ 10
OFFICE OF THE ACCOUNTANT GENERAL,-
BOMBAY, 24 JUN 1943

To,
The Secretary to Government,
Public Works Department,
BOMBAY.

Subject:- The Amalgamated Electricity Company (Belgaum) Ltd., Belgaum Electric License.- Examination and audit of the annual statement of accounts of - for the year ended 31-3-1942.

Sir,

I have the honour to forward herewith a copy of the report on the examination and audit of the annual statement of accounts of the Belgaum Electric License, for the year ended 31-3-1942 together with a copy of the statement of accounts.

2. It is suggested that extract paragraphs 3(a)(iii), 3(b), 9 and 10(b) may be forwarded to the Company for necessary action.

Your obedient servant,

R. Sivaramakrishnan

(R. Sivaramakrishnan.)
Examiner, Outside Audit.

No.O.A.

Copy with a copy of the audit report forwarded to the Electrical Engineer to Government.

Mr. B.

These papers may be shown n.o. to the El. Engr. to Govt. for favour of remarks, if any.

29/6/43.

30/6/43

30/6

n.o. from the El. Engr. to Govt: dt 1st July 1943.

Received n.o. 30/6

ELECTRICAL ENGINEER
TO GOVERNMENT
Inwd. No. 3726
12 JUL 1943
File No. 6A12
P. W. D., BOMBAY

D.S

n.o. El. Engr.
× mkt no 3733/36-Pt. I.
(25-7-43)

PUBLIC WORKS DEPARTMENT
File No. 3733/36
26 JUN. 1943
Serial No. 1572

Below U.O.R.No.3733/36/15721
dated the 1st July 1943, from Government
in the Public Works Department, Bombay.

No. 4812/ 1641 of 1943.

Bombay, 12th July 1943.

Returned, with compliments.

X 3.4 32 33/36
p 155
Pamph
32 14

13 mile

2. With reference to the Auditor's remarks in para.2 of his report, the unsecured loan according to Statement II of the accounts for the year ending 31st March 1941, amounted to Rs.31,141-12-2, the loan during the year under audit having been reduced by Rs.3,409-13-4. According to Statement II for the year ending 31st March 1942, the loan has been increased and now stands at Rs.51,535-7-7. The Company may be asked to inform Government of the necessity for the loan.

3. The Auditor reports in para.3(c) that the capital expenditure per K.W.of machinery installed works out to Rs.1,935/- In para.4 of the Auditor's report for the year ending 31st March 1941, this cost was in the neighbourhood of Rs.1,600/- per K.W In view of the Auditor's remarks in para. 3 (a)(i),(ii) and (iii) and para.3(b), if the Company continue capitalising their wages and salaries, the cost per K.W.of plant installed, which is at present high

will be

will be inordinately high.

4. Copy of paras.3(a)(iii),3(b),9 and 10(b) of the audit report may be sent to the Company for information, necessary action, and explanation with regard to para.3(a)(iii) and 3(b).

5. The question of electricity duty according to Auditor's remarks in para. 10(b), is being taken up with the Collector.

Electrical Engineer to Govt.

P.
(Ch.) Submitted with reference to Govt. no. dt. 1-7-43.
2. It is presumed that the accounts of the Company are to be accepted although the Bl. might Govt. is silent on the point.
3. Draft put up may issue.
DRM 2/7/43 8/7/8

37.13/16 mB.13/7.

PUBLIC WORKS DEPARTMENT
File 3733/36
12. JUL. 1943
17574

No.3733/36-M.

B.C., 10th Aug. 42

To

The Amalgamated Ely. Coy.(Belgaum)Ltd.
(Belgaum Branch)
17-B, Elphinstone Circle, Fort,
Bombay.

Subject:-The Belgaum El. Licens
Annual statement of
accounts for the year
ended 31-3-42.

.....

Dear Sirs,

I am directed to inform you that the accounts of your undertaking for the year ended the 31-3-42 ~~have been~~ are accepted and recorded. I am, however, to forward extract paras 2, 3(a) (i) (ii) and (iii), 3(b), 3(c), 9 and 10(b) of the Audit Report and to observe as under:-

(i) Para.2 The unsecured loan according to statement II of the accounts for the year ending 31-3-41 amounted to Rs.32,141-12-~~2~~, the loan during the year ~~under credit~~ have been reduced by Rs.3,409-13-~~4~~. According to statement II for the year ending 31-3-42 the loan has been increased and now ~~xx~~ stands at Rs.5,535-7-7. You are requested to inform Govt. of the necessity ~~for~~ of the loan.

(ii) Para.3(c). The capital expenditure ~~for~~ per K.W. of machinery installed works out to Rs.1,935. In 1941 this cost was in the neighbourhood of Rs.1,600 per K.W. vide extract para.4 of the Audit Report for the year ending 31-3-41 (copy enclosed). In view of the remarks made in para.3(a)(i), (ii) and (iii) and para.3(b) of the current audit report, if you continue capitalising wages and salaries, the cost per

K. W

[redacted]ant installed, which is at --- present high will be inordinately high.

(iii) Para 3(a)(iii), 3(b), 9 & 10(b).

Copies of these paras are sent for your information and action and ---- explanation with regard to para 3(a)(iii) and 3(b).

2. I am to request that a copy of your reply to this letter should be sent direct to the A.G.,Bombay, and the El.Engr. to Govt.

7/8/43

Yours faithfully,

D.A.-Extract paras. refd. to.

Copy forwarded to the A.G., Bombay, (with ref. to his letter No.O.A.240/732 dated the 24-6-43).

ISSUED
On. 12/8/43

2. The question of electricity duty -- refd. to in para 10(b) of the audit report is being taken up by the El. Engr. to Govt. with the Collr. of Belgaum.

7/8/43

copies forwarded to the El. Engr. to Govt. with ref. to his memo No.L.A.12/1641 dated xxx the 12-7-43.

7/8/43

8/7/18

VR.6/8.

THE AMALGAMATED ELECTRICITY CO., (BELGAUM) LTD.

(BELGAUM BRANCH.)

TELE. ADD. "CONELECTRO"
TELEPHONE NOS. { 20704. 33622.

P. O. BOX No. 879.
178, ELPHINSTONE CIRCLE.

Ref. No. AMAL/BEL/G-3/1/43. BOMBAY, 19th August, 1943.

The Deputy Secretary to the Government of Bombay,
Public Work's Department,
B o m b a y.

Dear Sir,

Belgaum Electric License.
Annual statement of Accounts for the year - ended 31st March, 1942.

With reference to your letter No.3733/36-M dated 10th inst. we state as under:

1. Statements I and II: Share and Loan Capital:- This stood at Rs.8,38,254/- as against a capital expenditure of Rs.10,13,710/-. In the year under report, capital expenditure rose by Rs.64,456/- while borrowing rose by Rs.19,393/- only. Item No.9 in Statement III shows an additional expenditure of Rs.33,286/-.

2. (a) Capital Expenditure per K.W. installed: We would invite reference to the Committee's report (forwarded to us with your letter No.3056/36-M dated 26th January, 1939) stating that the cost per K.W. worked out to Rs.2,068/- and to our reply dated 6th February, 1939

(b) The cost per K.W. was not in the neighbourhood of Rs.1,600/- in 1941 but worked out to Rs.1,812/-(949284 524). Capacity of plant installed was then 524 K.W. and continues to be so.

(c) In 1942 additions were made to the tune of Rs.64,455/- which are responsible to raise the cost per K.W. by Rs.123/- from Rs.1,812/- to Rs.1,935/-. The undermentioned table shows how the increase has been caused.

	Expenditure during the year in rupees.			Increase in cost per K.W. in rupees.		
	Salary & wages.	Stores etc.	Total	Salary & wages.	Stores etc.	Total
Mains	5243	4167	9410	10.00	8.00	18.00
Services	2459	7167	9626	4.70	13.70	18.40
Building	26	67	93	~~0.50~~ 0.05	0.12	0.17
		c/o	19129	~~15.20~~ 14.75	21.82	36.57

	Expenditure during the year in rupees.			Increase in cost per K.W. in rupees.		
	Salary & wages.	Stores etc.	Total	Salary & wages.	Stores etc.	Total
		B/O.	19129	~~15.20~~ 14.75	21.82	36.57
Plant including Mis. Plant.	174	4759	4933	0.33	9.10	9.43
Meters.	-	5221	5221	0.00	9.95	9.95
General Stores.	-	33286	33286	0.00	63.50	63.50
Hiring Installation	-	3327	3327	0.00	6.50	6.50
Furniture & Fixture	5	96	101	0.01	0.18	0.19
Motor Car net addition.	-	1156	1156	0.00	2.20	2.20
			67153	15.09	113.25	128.34

The increase of Rs.128/- will be reduced by Rs.5/- as brokerage to the time of Rs.2700/- has been written off during the year.

It may be noticed that increase caused by amount of salary and wages is only a very small portion. General Stores alone is responsible for an increase of Rs.63.5 per K.W.

(d) The Engineer in charge has been appointed for capital works and for works chargeable to revenue. He does not attend to capital or revenue jobs for hours at a stretch a day or at times he may not have work and hence it is not practicable to maintain a time sheet. As his employment is for capital and revenue jobs his salary has been allocated on approximate basis as done in the accounts under reference.

(e) Trained staff is not available in the moffusil as and when required and hence trained staff have been permanently employed for capital jobs and their salary has been naturally debited as mentioned in the report. If trained staff is not permanently employed, we shall be handicapped.

(f) As the car was used in supervision of capital works, such works should bear proportionate expenditure on all counts. If an outside conveyance were used for supervision of capital works, hire would be appropriately debited to such works and which (hire) would ~~come~~ cover amongst other items, an item of insurance.

(g) Service connections: Electrical Inspector's fee:- The fee in question is payable to the Electrical Inspector for inspection of an installation before the service could be put into commission and hence it is fittingly a capital charge as all expenditure for a service till it could function is a capital charge.

Re. Extract Paragraph 9. Statement VIII - Balance Sheet: Effect will given to the suggestions made therein in the year ending 31st March '43.

4. Re.

4. Re. Extract Paragraph 17 10(b):- Effect will be given to the suggestion in the year ended 31st March, 1943.

Yours faithfully,
The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents,

Managing Director.

ML. pbb

Copy forwarded with compliments to:-

1) The Accountant General, Bombay.
2) The Electrical Engineer to the Government of Bombay.

The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents,

Managing Director.

3733/36
22393.

El. Bra.

Submitted with ref. to the G.L. on pp 43&44 ante.

2. The Coy's letter pp 45-47 under disposed may in the first instance, be shown n.o. to the Examiner, Outside Audit and the El. Engr. to Govt. for remarks

KM
8.9.43.

9/9

n.o.r. to the A.G., Bombay, and the El. Engr. to Govt. (in succession) of 11th Sept. 1943.

× with the Report of the El. Advisory Committee on the Amalgamated El. Coy. (Bulsar) Ltd., Bulsar Form B and the 3 copies

Sd/- S
(10.9.43) Mar

(8/9)

Received n.o.

ACCOUNTANT GENERAL'S OFFICE
13. SEP. 1943
BOMBAY

El 21/8

PUBLIC WORKS DEPARTMENT
File No 3733/36
20. AUG. 1943
Serial 22393

20/8/43

1/8

OFFICE OF THE ACCOUNTANT GENERAL, BOMBAY.

Passed on with compliments to the Electrical Engineer to Government.

2. The Company's reply regarding the heavy capital expenditure per K.W. of plant installed and the capitalisation of wages and salaries and insurance charges on motor car is not convincing.

3. As a matter of fact the Company has not been able to convince its own auditors, Messrs. A.F.Fergusson & Company, that the expenditure has been correctly allocated between Capital and Revenue and the auditors have consistently every year for the last several years from 1937-38 given qualified audit -- reports: "We have accepted the allocations to capital expenditure and revenue expenses in respect of labour employed and stores issued on various works as passed by the Engineers in charge of various branches and countersigned by the Managing Director."

Again the Advisory Committee's Report on the Amalgamated Electricity Company (Belgaum) Ltd., (Belgaum) Branch made it clear in paras 5 & 9 that the capital expenditure was inflated and that the "best course would have been to have the assets valued by an independent valuer". The last Advisory Board was also of the opinion that the capital expenditure was somewhat inflated. As the Company continues in its methods, it is suggested that it should be informed that if the details of the capital expenditure are not kept in such a way that the auditors appointed by Government under the Indian Electricity Act can satisfy themselves as to the correctness of the allocation of expenditure, Government will be forced not to accept the accounts as correct with the resultant consequences e.g. that when next an Advisory Board is appointed an independent valuer will have to be appointed to assess the capital expenditure incurred on the undertaking.

Examiner, O.A.

U.O.R. to Govt. in P.W.D.

No.O.A.240-1537
Bombay, 5th October 1943.

3733/36
31278.

No. LAN 50 &466 of 1943

Bombay 2nd Nov. 1943.

Passed on, with compliments.

2. I agree with the remarks of the Examiner, Outside Audit, and suggest that the Company be addressed in terms of the Examiner's remarks in the latter portion of para.3.

Electrical Engineer to Govt.

P.

P.W.D.

Copy of Report 7 3055

PUBLIC WORKS DEPARTMENT
File No. 3733/36
-3. NOV. 1943
Serial No. 31278

L

Mr. T

3733/36

No. 3733/36-El.

To

Messrs The Amalgamated Eng. Co.,
(Belgaum) Ltd.,
(Belgaum Branch),
17-B, Elphinstone Circle, Fort,
Bombay.

Subj: Audit of the annual Statement of accounts.

Dear Sirs,

with ref. to the corresp. ending with your letter No. Amal/Bel/9-3/1/43, d. the 19th Aug. 1943, I am directed to state that your explanation regarding the heavy capital expenditure per K.W. of plant installed and the capitalisation of wages and Salaries and insurance charges on motor car is not convincing. As a matter of fact your own auditors M/s. Fergusson & Co. are not satisfied as to the correct allocation of expenditure between Capital & Revenue, as their reports from the year 1937-38 have consistently been qualified with the following remarks: "We have accepted the allocations to capital expenditure and revenue expenses in respect of labour employed and Stores issued on various works as passed by the Engineers in charge of various branches & Countersigned by the Managing Director."

2 The Electricity Advisory Committee's Report on your undertaking forwarded to you with G.L. No. 3056/36-M, d. 26-1-39, also, made it clear in paras. 5 and 9 that the capital expenditure was inflated and that the "best course would have been to have the assets valued by an independ

x pp. 45-47 ante

x p. 49 ante

⊙ kept below. Slip II
※ Portion side-lined in pencil on pp. 15, 17 and 21 of the Report. Slip II

« pp. 9-11 of file No. 3056/36 kept below. Slip I

3733/36

No. 3733/36-El.

P.W.D.,
B.C., 7th July 4

To

Messrs The Amalgamated Ely. Co.
(Belgaum) Ltd.,
(Belgaum Branch),
17-B, Elphinstone Circle, Fort,
Bombay.

Subj: Audit of the annual Statemen
of accounts.

Dear Sirs,

with ref. to the corresp.
ending with your letter No. Amal/
Bel/ G-3/1/43, d. the 19th Aug. 1943,
I am directed to state that your
explanation regarding the heavy
capital expenditure per K.W. of
plant installed and the
capitalisation of wages and
Salaries and insurance charge
on motor car is not convincing
As a matter of fact your own
auditors M/s. Fergusson & Co. are
not Satisfied as to the correct
allocation of expenditure between
Capital & Revenue, as their reports
from the year 1937-38 have
consistently been qualified with
the following remarks: "We have
accepted the allocations to capita
expenditure and revenue expenses
in respect of labour employed and
Stores issued on various works
as passed by the Engineers in
charge of various branches &
Countersigned by the Managing
Director."

2 The Electricity Advisory
Committee's Report on your
undertaking forwarded to you with
G.L. No. 3056/36-M, d. 26-1-39,
also, made it clear in paras.
5 and 9 that the capital expenditu
was inflated and that the "best
Course would have been to have
the assets valued by an indepen

x pp. 45-47 ante

x p. 49 ante

⊙ kept below. Slip II
* Portion side-lined in pencil on pp. 15, 17 and 21 of the Report, Slip II

x pp. 9-11 of file No. 3056/36 kept below. Slip I

3733/36

independent valuer." The last Electricity Advisory Board was also of the opinion[x] that the capital expenditure was inflated.

3 Attention is, therefore, invited to paras. 1–5 and 10 of Govt. circular No. 2581/36-El.,[o] d. the 28th Feb. 44, and you are requested to take the necy. action which should pl. be reported to Govt., copies thereof being sent direct to the A.G., Bombay, and the El. Engr. to Govt..

Yours faithfully,

D.A. – Nil

Copy to —

The A.G., Bombay, with ref. to his no. O.A. 240/1537, d. 5-10-43. p. 49

The El. Engineer to Govt., with ref. to his No. LA12/3466, d. 2-11-43. p. 50

ABA
13-7-44

ISSUED
on 14-7-44

C.A.S.

(12 6 11)

x File No. 5894/36 under C.O.V. to the El. Engr. to Govt. & the R.-G.A. since the 27th March 1944. Since [illegible] the last [illegible]

o Slip B, p. 4f.

TELEPHONES:- 32889-(TWO LINES.) TELEGRAM:- "CONELECTRO"
THE AMALGAMATED ELECTRICITY CO., (BEL.) LTD.
(BELGAUM BRANCH)
178, ELPHINSTONE CIRCLE, FORT,
BOMBAY. Post Box No, 879

Ref. AMAL/BEL/G-3/1/44 Dated 19th July, 1944.

To

The Assistant Secretary to the
Government of Bombay,
Public Works Department,——
BOMBAY.

Dear Sir,

Subject:- Audit of annual statement of accounts.

We beg to acknowledge receipt of your letter No.3733/36-El (P.51-52) of 7th inst.

2. The statement of our auditors referred to in the letter under reference has been already discussed by us with them. As the auditors could not be on spot throughout the year to verify issues of stores to various departments, they accept the allocation with the qualification mentioned in their report. The same ground holds good with reference to the allocation of wages.

3. We have already stated (P.46) that the increase in the cost of plant due to capitalisation of wages is very small.

4. We have not received a copy of the report× of the last Electricity Advisory Board. The surplus arrived at by the Board as mentioned in the copy of their recommendation was, we feel confident, solely due to the computation of depreciation allowance at half of the statutory rates ~~have been~~ scheduled by the Government of India after mature consideration.

× This was not meant for the Govt.

(P.T.O.)

5. With reference to the Government circular dated 28th February, 1944, we understand that the Association of Electrical Undertakings intends to further consider the matter. We shall submit our reply at a later date on the circular.

will be put up if reqd.

Yours faithfully,

The A[illegible] Electric Co. (Palonja) Ltd.
For Commissioned Contractors and Electrical Engineering Agents.

Managing Director.

ML.

El. Br.

Submitted.

2 The reply from the Coy. in respect of para. 3 of the G.L. may be awaited.

3 In the meanwhile, the A.G., B'bay and the El. Engr. to Govt. may see U.O. the reference under disposal for remarks, if any.

ABA
28.7.44
31

A[illegible] 1944

U.O.N. with the St. A.G., Bombay and the El. Engr. to Govt. of 5th Aug. 1944.

x with U.O. 3036/36 and the Report of the El. Advisory Committee.

ELB 21/7

PUBLIC WORKS DEPARTMENT
File No. 3733/36
21 JUL
Serial No. 20885

S.S. (A.H.) ELB 5/10

6 SEP 194[illegible]

21-7-44

OFFICE OF THE ACCOUNTANT GENERAL, BOMBAY.

Passed on with compliments to the Electrical Engineer to Govt.

2. Para 2 of the Co's reply: No auditor is "on spot throughout the year to verify issues of stores to various departments" and to verify "allocation of wages" in any undertaking. The auditor satisfies himself of the allocation of stores and wages from the accounts records maintained, which have to be in sufficient detail and written up in such a manner as to satisfy the auditor as to the premia facie reasonableness of the allocation. The inclusion of a remark such as the one mentioned by the auditor in his audit report has no other meaning but the one that he is not satisfied with the allocation of stores and wages and that he does not want to take any responsibility for it.

3. Para 3 of the Co's reply: The explanation given by the undertaking is not convincing as has already been pointed out in my u.o. notes No.O.A.240/1537, dated 5-10-1943.

4. Para 4 of the Co's reply: The reply is not relevant. The rate at which depreciation has been allowed by the Board in arriving at the estimated surplus has no connection with the present issue which is inflation of capital expenditure by undue capitalisation of wages and stores.

5. Para 5 of the Co's reply: As suggested in para 2 of the Govt. notes dated 31-7-1944, a reply regarding the action taken by the undertaking under paras 1-5 and 10 of Govt. Circular No.2581/36-EL., dated 28-2-1944 may be awaited.

Examiner, O.A.

U.O.R. to Govt. in P.W.D.
No.O.A./ 240/1173
Bombay,

29 AUG 19 4

Below U.O.R. No.3733/36/20085 dated the 5th August 1944 from Government in the Public Works Department, Bombay.

No. FAN 2514 of 1944.

Bombay, 6th September 1944.

Seen and returned with compliments.

2. The question of capitalisation of wages and salaries etc. will have to be inquired into by an Advisory Board which may be appointed hereafter to inquire into the maxima charges laid down in the licens No other action seems possible at this stage.

Electrical Engineer to Govt.

(Elec Br) 3733/36/24578 58

submitted with reference to the O.N.S. - 31-7-44. p54

2. The further remarks p55 made by the Examiner on the Co's letter p53 need not perhaps be communicated to the Co. in view of the concluding sentence of para 2 of the Elec. Engr's note p57 overleaf.

3. The Elec. Engr. suggests that the question of capitalisation of wages and salaries &c. may be enquired into by an Advisory Board which may be appointed hereafter to enquire into the maxima charges laid down in the licence. If this suggestion is approved no further action would appear to be necessary for the present.

4. The Co's reply p58 to para 3 of the Sec. may be awaited. Meanwhile, the A.G., Bombay, may be informed.

ACCOUNTANT GENERAL'S OFFICE
28 SEP 1944
BOMBAY

3733/36
24578
Rel Nos 7/9

16/9/44 The El. Engr & Govt's suggestion may be agreed to.

A.G. may see also.

20. IX 44

* with file no 3052/36 re ref of the Elec Advisory Committee

* A.G. Bbay to Bombay & the 9/8th Sept 1944. £ 904

OFFICE OF THE ACCOUNTANT GENERAL, BOMBAY.

Seen and returned with compliments to Govt. in the Public Works Department.

Examiner, C.A.

U.O.R. to Govt. in P.W.D.

No. O.A./ 1501
Bombay, 4 OCT 1944

3733/30/27212

Sec. Hw)

6

p58

Submitted with reference to the O.N.

9-10-44.

2. The C.S. reply with reference to para 3 of the R.L. may be awaited.

R.L.
5/10/44

C.S.
5.X.44

p52

C.W. 4/10

PUBLIC WORKS DEPARTMENT
File No. 3733/36
4. OCT. 1944
Secy. No. 27212

27

MW sec C(B)

DS 9/10 4-10-44

THE AMALGAMATED ELECTRICITY CO. (BELGAUM), LTD.

TEL. ADD. 'CONELECTRO'
TELEPHONE NO. 20704.

P. O. BOX NO. 879,
17 B, ELPHINSTONE CIRCLE, FORT,

Ref. No, AMAL/-

BOMBAY, 25th October 43

The Deputy Secretary to the Govt. of Bombay,
Public Works Department,
BOMBAY.

Dear Sir,

Ref: Your letter No. O.A.167 of 21-10-43.

With reference to your above, we have to inform you that the statements of accounts for the year ended 31-3-43 are under preparation and as soon as they are ready, they will be forwarded to you.

Yours faithfully,
The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies, Ltd., Managing Agents

Managing Director.

VR

3733/36
30516

P.W.D.

El. Br.

Submitted.

2. The ref. probably is from the A.G. Bombay. This letter may, therefore, be shown u.o. to that officer. He will kindly say whether the accounts in question have since been received.

13.11.43.

u.o.v. to the A.G. Bombay,
dt 17th Nov. 1943.

Please see u.o.
16/11

C.T.F.

ACCOUNTANT GENERAL'S
OFFICE
18 NOV. 1943
BOMBAY

S A S

(10-12-43) El Br 27/12

PUBLIC WORKS DEPARTMENT
File No. 3733/36
26 OCT. 1943
Serial : 30516

E L B

OFFICE OF THE ACCOUNTANT GENERAL, BOMBAY.

Returned with compliments.

2. The annual statements of accounts for the year 1942-43 which were due to be received in this office on or before 1-10-1943 have not yet been received. The Company may be asked to expedite submission of the accounts.

Asstt. Examiner, O.A.

U.O.R. to Govt. in P.W.D.

No. C.A. 7971
Bombay, the Nov. 1943

20 NOV 1943

3733/36
34155
No-3733/36-Cl.

B.C. 9th Dec. 1943
23

To

The Amalgamated Cl. Coy. (Belgaum) Ltd.

Subject:- Annual statement of Accounts.

ISSUED
On 14/12/43

Dear Sirs,

With ref. to your letter No. AMAL/61 of the 25th Oct. 1943, I kindly expedite the forwarding of the accounts in question.

Yours faithfully

12.12.43

PUBLIC WORKS DEPARTMENT
File No. 3733/36
29. NOV. 1943
Serial No. 34155

E I Br 30/11

Copy to the A.G., Bombay, with ref. to his S.A.S. No. 0.A 1971, of the 26th Nov. 1943.

12-12-43.

3733/36
34155
P. W. D.

El. Br.

Resubmitte..

2 The A.G. Bombay, may b
requested u.o. to say whether
annual Statement of accoun
in question have since been
received in his office.

AKA
3/2/44.

3.2.44.

A.O.V. O/Rd A.G., Bombay, of 5th Feby.

GENERAL'S
OFFICE
7 FEB 1944

OFFICE OF THE ACCOUNTANT GENERAL, BOMBAY.

Returned with compliments.

Three copies of the annual statement of accounts for the year 1942-43 have since been received in this office.

Examiner, O.A.

C.O.R. to Govt. in P.W.D.

No.C.A.2587 10 Feb 44.
Bombay,

-Ed.Dra.

Awaited
12.2.44.

PUBLIC WORKS DEPARTMENT
File No. 3733/36
11 FEB. 1944
Serial No. 1250

EIB2 12/2

Report on the Examination and Audit of the Annual Statement of Accounts prescribed under the Indian Electricity Rules 1937, relating to the Amalgamated Electricity Company (Belgaum) Ltd., Belgaum Electric License, for the year ended 31-3-1943.

*****

The Examination and Audit of the Annual Statement of Accounts relating to the Belgaum Electric License was carried out at the registered office of the Company at Bombay. The allocation of expenditure between capital and revenue was generally scrutinised with reference to the books of accounts available at the Bombay Office. Such records as are maintained at the branch office of the Company (e.g. stores ledgers, consumers records, etc.) were not examined. Statements I to IX and the statement of Financial and Technical Data are attached to this report.

2. Statement II - Loan Capital: p. 13

The loan capital allocated to this license stood at Rs.9,758 as against Rs.51,535 at the end of the previous year.

3. Statement III - Capital expenditure: pp. 15-17

(i) Para 3(a)(iii) & 3(b) of the Report for 1941-42:

The Company has not carried out the suggestions made in this paragraph regarding the allocation of -- Engineer's salary to capital jobs, and capitalisation of expenditure of a revenue character.

(ii) During the year under review additions to capital account under "Mains" and "Service connections" comprised the following:

	Mains.		Service connections:
Stores. ...	842		1,308
Salary of Engineer 40%	1,026	20%	513
Other salaries & wages.	4,262		2,016
Motor car expenses.	245		157
Rent. ...	288		144
Adjustments. ...	134		20
	6,797.		4,158.

The capital expenditure per K.W. of plant installed works out to Rs.1,977.

The percentage of turnover on capital expenditure works out to 22.22

(iii) Petty items of expenditure aggregating Rs.66 have been debited to the capital account of plant etc. (vide details in Annexure 'A'). It is desirable that there should be a minimum limit for work debitable to capital.

4. Statement IV: pp. 19-23

(a) Revenue: The revenue derived from the various classes of consumers and the number of units sold to each together with the average price per unit realised for the two years 1941-42 and 1942-43 are compared below:-

Items.	1941-42 Units sold.	Amount. Rs.	Cost per unit sold: Annas.	1942-43 Units sold.	Amount. Rs.	Cost per unit sold Annas.
Lighting.	2,28,166.	76,494.	5.36	2,25,827	75,092	5.32
Power.	5,70,928.	54,314.	1.52	5,44,123	60,464.	1.78
Special - contracts.	4,06,506.	65,113.	2.56	3,96,266	62,605.	2.53
Public - lamps.	60,787.	13,787.	3.63	46,524	12,854.	4.42
Total.	12,66,387.	2,09,708.	2.65	12.12.740.	2,11,015.	2.78
Meter rent etc.		15,365.			15,008.	
Service connections.		12,410.			3,083.	
Miscellaneous.		1,294.			1,274.	
		2,38,777.			2,30,380.	

(i) The slight increase in the cost per unit realised in respect of motive power was due to the abolition of the rebate of 3 pies per unit with effect from 1st July 1942.

(ii) With effect from 1st December 1942, the rate for Public Lamps was reduced from 4 annas to 3 annas 9 pies per unit and an additional fixed basic rate of Rs.5-8-0 per lamp was introduced. As a result of this and the levy of surcharge on fuel oil, the average rate realised per unit increased from 3.63 annas to 4.42 annas.

(iii) The reduction in the fees realised for Service - Connections was due to the restriction on new connections.

(b) Working expenses: The working expenses (excluding Depreciation, income-tax etc.) under the main heads together with the cost of generation per unit under each for the two years 1941-42 and 1942-43 are compared below:-

Items.	1941-42 Amount. Rs.	Cost per unit generated. Annas.	1942-43 Amount. Rs.	Cost per unit generated. Annas.
Fuel.	50,693.	0.52	54,258.	0.57
Oil, waste etc.	12,724.	0.13	14,974.	0.16
Wages & salaries (excluding management). ...	9,019	0.09	10,526.	0.11
Repairs & Maintenance.	9,129.	0.10	9,918.	0.10
Rents, rates & taxes.	1,829.	0.02	1,997.	0.02
Agent's remuneration.	22,572.	0.23	24,433.	0.26
Management & general charges.	27,826.	0.29	31,928.	0.34
	1,33,792.	1.38	1,48,034.	1.56
Units generated.	15,51,925.		15,12,352.	

The increase under fuel, and oil, waste etc., was due to the rise in the prices of these commodities. The slight increase under wages and salaries was partly due to the payment of dearness allowance. War Risk Insurance (Rs.2,334), and A.R.P. expenditure (Rs.1,226) account for the increase under "Management expenses". As a result of these increases, and a reduction in the number of units generated, the unit cost rose from 1.38 annas in 1941-42 to 1.56 annas in 1942-43.

Under "Management expenses" is included an item designated as "Special expenditure" which amounted to Rs.1,755. No details or vouchers were available in respect of this amount, and it has consequently been excluded in calculating the surplus (Annexure 'B').

5. p.25 Statement V - Net Revenue Account:

Out of the profits of the preceding year (1941-42), a dividend of 5½% on the Preference Shares, and 6¼% on the ordinary shares, the same as in the previous year, was declared. A similar dividend has been declared out of the profits of the year under review.

6. p.27 Statement VI - Reserve Fund:

No reserve has been created so far, though the Company has been functioning for ten years now.

7. p.29 Statement VII - Depreciation Fund:

The amount credited to the Depreciation Fund during the year under review was Rs.15,370. The balance in the Fund at the end of the year was Rs.99,148, which works out to 15.05% of the total depreciable assets in the Company's 10th year of working.

8. p.33 Statement IX - Units generated, sold etc.

The percentage of units used on works and of those lost in transmission work out to 5.50 and 14.31 respectively as against 5.01 and 13.39 of the previous year. The figure shown under 'Units used on works' includes 2,277 units supplied free to staff. The Company has agreed to show the free supply under column 4 - lighting purposes etc. from the year 1943-44.

9. The reduced maximum charges fixed by Government, as set out in Government Order No.5894/36, dated 30-12-1942 came into force from 1st February 1943.

10. p.9 The calculation of the working results of the year according to the method adopted by the Electricity Advisory Committee shows a surplus of about Rs.19,300.

R. Sivaramakrishnan

(R. Sivaramakrishnan.)
Examiner, Outside Audit.

ANNEXURE 'A'.

Petty items of expenditure - vide para 3(iii) pp.1-9 of the Audit Report

Plant (capitalised):	Rs.As.Ps.	Rs.As.Ps.
Extension of pipe to spray nozzles.	4- 0- 0.	
Labour.	1- 0- 0.	5- 0- 0.
Providing a 2nd pipe connection to Crude Oil tank from storage tank.	1- 6- 3.	
Labour.	3- 3- 6.	4- 9- 9.
		0 -4 -0
Plugging the piping of candy filter, painting and providing lock to the Condensor box on the motor stand.	1-10- 9.	
Labour.	0- 8- 0.	2- 2- 9.
Extending suction pipe length of the 1st R.C.C.Tank 1-12-3 and Labour 1-0-0.		2-12- 3.
Separating Crude Oil pipe line of engine No.5 for using light oil.	1-14- 0.	
Labour.	1-13- 0.	3-11- 0.
Providing separate crude oil pipe connection to set 5. ...	1- 7- 9.	
Labour.	6- 4- 6.	7-12- 3.
Separating main connecting pipe of steel tank No.1 & 2 for storage of light oil.	1-15- 0.	
Labour.	2-15- 6.	4-14- 6.
Installation of semi-rotary hand pump.		1-15- 9.
Providing cement foundation to emery grinder. ...	4-14- 3.	
Labour.	4-12- 0.	9-10- 3.
Tapping 1st R.C.C.Tank delivery into the tank of No.2. ...	0- 3- 0.	
Labour.	0- 8- 0.	0-11- 0.
Alteration to delivery pipe of pump on well. ...		6- 7- 6.
Fast loose attachment to emery wheel.	1- 1- 0.	
Labour.	0- 6- 0.	1- 7- 0.
Improvement of water storage pipe lines.	4- 9- 0.	
Labour.	2- 0- 0.	6- 9- 0.
Altering pipe connection of spray.	5-10- 0.	
Labour.	2- 0- 0.	7-10- 0.
		65- 9- 0.
	i.e.	66- 0- 0.

****

ANNEXURE 'B'

Estimated Surplus.

Gross Revenue.			pp. 17-25 Statement IV.	2,30,219.
			" V.	161.
				2,30,380
Less:(i) Working expenses: excluding Depreciation.		15,370.	1,66,290.	
Agent's remuneration.		24,433.		
Special expenses.		1,755.		
			41,558.	
			1,24,732.	
(ii) Depreciation at 12% of gross revenue.			27,645.	
(iii) Agent's remuneration at 7½% of net profits (Rs.5,850) subject to a minimum of Rs.600 p.m. ...			7,200.	
(iv) 2% on Depreciation Reserve: (Rs.99,148). ...			1,983.	
(v) Contingent reserve ¼% of net capital block.			1,624.	
(vi) Write off of intangibles (Rs.2,76,725 ÷ 31)			8,927.	
(vii) 6% return on net capital block. * (Rs.6,49,496).			38,969.	
				2,11,080.
			Estimated surplus.	19,300.

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* pp. 15-17 Statement III. Rs.10,35,920.

Less Consideration.	Rs.	2,69,082.	
License.	"	7,643.	
Brokerage.	"	10,551.	
Depreciation.	"	99,148.	
		"	3,86,424.
			6,49,496.

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD. : BELGAUM ELECTRIC LICENSE.

For the year ending 31st March 1943
1-Statement of Share Capital appropriated for the purposes of the undertaking authorised by the above mentioned license.

Description of Capital.	Authorised by	Number of shares issued	Nominal amount of share.	Called up per share.	Total paid up	Issued not paid up.	Remaining unissued.	Total amount authorised.
Proportionate Capital out of total capital of Rs.13,62,420/- of the Amalgamated Electricity Co. -- (Belgaum) Ltd.	Memorandum & Articles of Association of the Company.							
6250 - 5½% Cumulative Preference Shares of Rs.100/- each fully paid up.			Rs.100/- each	Rs.100/- each				
73742 Ordinary -- shares of Rs. 10/- each fully paid up.			Rs. 10/- "	Rs. 10/- "	7,86,718-6-7			Rs. 7,86,718-6-7

BELGAUM.
The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD. : BELGAUM ELECTRIC LICENSE.

For the year ending 31st March 19 43
II-Statement of Loan Capital appropriated for the purposes of the undertaking authorised by the above mentioned license.

Description of Loan.	Amount borrowed. at percent	Amount borrowed. Total	Remaining borrowing powers.	Total amount of borrowing powers.
UNSECURED	Rs. 51,535- 7- 7 Less: Refunded " 41,777- 0- 0	Rs. 9,758- 7- 7		Unlimited.

BELGAUM.
The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

Total Share Capital Paid up	Sec. No. I.	Rs. 7,86,718- 6- 7
" Loan " borrowed	Sec. No. II.	Rs. 9,758- 7- 7
Total Capital Received		Rs. 7,96,476-14- 2

VR.

III Capital Account.

Statement for the year ending 31st March 19 43

Dr.

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure to 31-3-43		Receipts upto end of previous year.	~~Received~~ Refunded during the year.	Total receipts to 31-3-43
1. To Preliminary expenses (to be specified.)				By Ordinary Shares of Rs.10/- each	7,86,718- 6- 7		7,86,718- 6- 7
				By Preference Shares of Rs.100/-each			
				By Debenture Stock			
2. To lands, including law charges incidental to acquisition.	1,000- 0- 0	-	1,000- 0- 0	By Mortgages and Bonds			
				By amounts received in anticipation of calls			
3. To Building.	48,751-15- 8	35- 0- 0	48,786-15- 8	By other receipts (to be specified)			
4. To Plants including Misc. Plant & Mischy	1,46,852- 6- 6	8,967-13-11 303-15- 6	1,55,516- 4-11	By Unsecured loan	51,535- 7- 7	41,777-0-0	9,758- 7- 7
5. To Mains.	2,62,045-15- 7	8,663-14- 5 6,797- 0- 3	2,68,842-15-10				
6. To service connections.	81,793-12- 8	4,158- 2- 0	85,951-14- 8				
7. To transformers etc.	10,140-13- 6	-	10,140-13- 6				
8. To meters, and fees for certifying under the Act.	44,193-15- 3	574- 2- 0	44,768- 1- 3				
9. To general stores.	84,950- 3- 8	4,091- 9- 2	89,041-12-10				
C/F.	6,79,729- 2-10	24,319-11-10	7,04,048-14- 8	C/F.	8,38,253-14- 2	41,777-0-0	7,96,476-14- 2

BELGAUM.
The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.
Managing Director.

VR.

III Capital Account (Contd.)

Statement for the year ending 31st March 19 5

Dr. *Cr.*

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure to 31-3-43		Receipts upto end of previous year.	Received during the year.	Total receipts to 31-3-43
B/F	6,79,729- 2-10	24,319-11-10	7,04,048-14- 8	B/F.	8,38,253-14- 2	41,777- 0- 0	7,96,476-14- 2
10. Special items (to be specified)							
		660- 0- 9					
Hiring Installations.	17,329-15-11	- 19- 2- 3	17,970-14- 5	By Balance to Capital a/c.			2,17,233-11-10
		640-14- 6					
Govt. Building Wiring.	560- 0- 0		560- 0- 0				
Consideration for purchase of going concern.	2,69,081-15- 9		2,69,081-15- 9				
		Refund - 60-11- 9					
Furniture & Fixtures.	9,238- 5- 0	Addition 49- 1- 0	9,226-10- 3				
		- 11-10- 9					
		149-12- 0					
Motor Cars & Bicycles	6,255-12- 9	- 2- 0- 0	6,403- 8- 9				
		147-12- 0					
Belgaum Electric License	7,643- 6- 0		7,643- 6- 0	- 277			
Hindalgi Jail Wiring	10,434- 0- 0		10,434- 0- 0				
Brokerage	13,437-15- 9	-2,887- 4- 0	10,550-11- 9	- 549			
Total Expenditure	10,13,710-10- 0	22,209- 7- 7	10,35,920- 1- 7		8,38,253-14- 2	41,777- 0- 0	10,13,710-10- 0
To balance of Capital account.							

BELGAUM.
The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

IV Revenue Account.

Statement for the year ending 31st March 19 43

Dr. | *Cr*

A-Generation.			1. By sale of energy for lighting purposes ...		75,092-11- 0
1. To Fuel	54,257-13- 4		2. „ Sale of energy for power purposes ...		60,463- 7- 8
2. „ Oil, waste, water, etc.	14,973- 8- 2		3 „ Sale of energy under special contracts.		62,605-15- 9
3. „ Proportion of salaries of engineers etc.			4. „ Public lighting		12,854- 6- 0
4. „ Wages & gratuities	7,289-11- 6		5. „ Rental of meters & other apparatus on consumers' premises		15,007-15- 6
5. „ Repairs and maintenance as follows ...			6. „ Rents receivable		
Buildings	28- 2- 3		7. „ Transfer fees		87-10- 0
Plant	3,453- 2-10		8. „ Service connections		3,083- 1- 0
6. „ Special items (to be specified) ...			9. „ Miscellaneous receipts		721- 3- 9
		80,002- 6- 1	10. „ Other items (to be specified) ...		
			Wiring		28- 9- 6
B-Distribution.			Sales		275- 1- 7
1. To Proportion of salaries of engineers, superintendents, and officers ...					
2. „ Wages & gratuities	2,149-12- 0				
3. „ Repairs, maintenance & renewals of mains	3,290-12- 1				
4. „ Repairs, maintenance & renewals of ~~transformers etc~~ Refrigerators.	267- 9- 6				
5. „ Repairs, maintenance and renewals of meters etc	748- 6- 2				
Govt.Bldg. Wiring Repairs	251-12- 4				
Wiring Installation "	0- 2- 0	6,708- 6- 1			
Carried forward		86,710-12- 2	Carried forward		2,30,218-13- 9

BELGAUM.

The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

IV Revenue Account-Contd.

Statement for the year ending 31st March 19 43.

Dr.			Cr.	
Brought forward		86,710-12- 2	Brought forward	2,30,218-13- 9
C-Public Lamps.				
1. To Attendance and repairs	1,086-10-6			
2. „ Renewals etc.	1,877-13-6	2,964- 8-0		
D-Rents, Rates & Taxes.				
1. To Rents payable	1,772- 3-6			
2. „ Rates & Taxes	225- 1-0	1,997- 4-6		
E-Management Expenses.				
1. To Directors' remuneration	825- 0-0			
2. „ Management	37,004-12-2			
3. „ General establishment	16,084- 2-0			
4. „ Auditors of Company	1,066- 0-0			
5. „ Auditors appointed under the provisions of the Act. 200 ... ... Less Refund 50	150- 0-0	55,129-14-2		
F-Law Charges.				
1. To Law expenses				
Carried forward		1,46,802- 6-10		2,30,218-13- 9

BELGAUM.

The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

VR.

IV Revenue Account-Contd.

Statement for the year ending 31st March 19 43

Dr.			Cr.	
Brought forward		1,46,802- 6-10	Brought forward	2,30,218-13- 9
G-Depreciation.				
1. To Depreciation in respect of leasehold works				
2. „ Depreciation in respect of buildings ...				
3. „ Depreciation on plant				
4. „ Depreciation on mains				
5. „ Depreciation on transformers etc. ...				
6. „ Depreciation on meters				
7. „ Depreciation on general stores ...				
8. „ Depreciation in respect of any other items		15,370- 2- 0		
H-Special Charges				
1. To cost of service connections ...				
2. „ other items (to be specified) ...				
3. " Bad Debts	4- 5- 9			
A.R.P.Expenses	1,226- 4- 9			
Brokerage (Underwriting commission) written off	2,887- 4- 0	4,117-14- 6		
Total expenditure		1,66,290- 7-4		
Balance carried to net revenue.		63,928- 6- 5		
		2,30,218-13- 9		2,30,218-13- 9

BELGAUM.

The Amalgamated Electric Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

VR.

V-Net Revenue Account.

Statement for the year ending 31st March 1943.

1. To Interest on debentures accrued due to date		1. By Balance from last account ...	1,13,769- 1- 9
2. „ Interest ~~on mortgages and bonds accrued due to date~~	1,495-10-10	Less dividend paid	46,463- 0-10
3. „ Interest on temporary loans accrued due to date		„ Amount carried to	67,306- 0-11
4. „ Dividend on preference stocks ...		„ Reserve Fund	
5. „ Income-tax paid	17,165- 7- 0	2. By Balance brought from revenue account (No. IV.)	63,928- 6- 5
6. „ Balance applicable to dividend on ordinary stock or shares ...	1,12,828- 2- 5	3. By Interest ~~on money at deposit~~ ...	161- 2-11
		4. " Refund on Income-tax	93-10- 0
	1,31,489- 4- 3		1,31,489- 4- 3

BELGAUM.

The Amalgamated Electr[illegible]
For Consolidated Electric Agenc[illegible]

Managing Director.

VR.

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD. BELGAUM ELECTRIC LICENSE.

VI-Reserve Fund Account.

Statement for the year ending 31st March 19 43

1. Amount paid out (Items to be specified) ...	Nil	1. By Balance brought from last account ...	Nil
		2. ,, Amount brought from nett revenue account	
		3. ,, Interest on amount invested ... (Description of investments to be specified)...	Nil
2. Amount of balance to next account ...	Nil		

BELGAUM.

The Amalgamated Electricity Co , (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

VH.

VII-Depreciation Fund Account.

Statement for the year ending 31st March 19 43

Dr.		*Cr.*	
To balance	99,147-15- 0	1. By Balance from last account ...	84,163-10- 6
		2. „ Less written off Interest on Investments ...	385-13- 6
			83,777-13- 0
		3. „ Amount brought from revenue account (See No. IV-G). (Description of investments to be specified)...	15,370- 2- 0
	99,147-15- 0		99,147-15- 0

BELGAUM.

The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

VR.

VIII-General Balance Sheet.

Statement for the year ending 31st March 1943.

Dr. *Cr.*

Liabilities.		Assets.		
1. To Capital account : amount received as per Account No. III	7,96,476-14- 2	1. By Capital account : amount expended for works as per Account No. III	9,46,878- 4- 9	
2. To Sundry creditors due on construction of plant and machinery, fuel, stores etc.	21,224- 3- 0	2. By Stores on hand	89,041-12-10	10,35,920- 1- 7
3. To Sundry creditors on open accounts	43,745- 0- 0	3. By Sundry Debtors		23,929- 4- 3
4. To Net revenue account : balance at credit thereof...	1,12,828- 2- 5	4. By Preliminary expenses awaiting adjustment		
5. To Reserve fund account : balance at credit thereof...		5. By Securities as held (cost price)		
6. To Depreciation fund account	99,147-15- 0	6. By Speciali items (to be specified)		
7. To Special items (to be specified)		Work in Progress		92- 6- 0
Unclaimed Dividends	1,102- 3- 9	Deposits & Advances		4,844- 0- 9
Deposits on Applications	266- 0- 0	Prepaid Expenses		885- 4- 1
Reserve for Bad & Doubtful debts	540- 0- 0	Cash at Bankers	9,579- 5- 7	
		" on Hand	80- 0- 1	9,659- 5- 8
		7. By Cash at Bankers		
		" " on hand...		
Total	10,75,330- 6- 4	Total		10,75,330- 6- 4

BELGAUM.

The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

VR.

THE AMALGAMATED ELECTRICITY CO.(BELGAUM) LTD.
BELGAUM BRANCH

IX Energy ,Generated sold etc

Statement for the Year ending 31st March 1943.

Total energy generatedin Kilowatt hrs.	Kilowatts - Hours Sold					Kilowatt hours used on works	Kilowatt hours not accounted for	Kilowat hours account ed for	Kilowat connec- ted for public lamps	Total Consu mers conn ected	Total Kilo watts con- nec ted	Plant Inst alled Kilo watts	Maxi- mum Supply deman- ded in Kilo- watts
	Public lamps	By Special Contract	Consumers by meter for Light ing pur- pose	Consumers by meter for power purposes	Total								
1	2	3	4	5	6	7	8	9	10	11	12	13	14
1512352	46524	396266	225827	544123	1212740	83232	216380	1295972	32 k.w.	2519	2300 k.w.	524 k.w.	444 k.w.

Electrical Engineer.
The Amalgamated
Belgaum Electricity Branch

STATEMENT FORM.

1. Company, etc. The Amalgamated Electricity Co.(Belgaum) Ltd., Belgaum Branch.
2. Account for year ending. 31st March, 1943.
3. Year of working. X
4. Motive power. Diesel Engines.

5.	Total capital expenditure at end of year (*not* capital of company).	10,35,920- 1- 7
6.	Revenue from electric supply.	2,11,015- 4- 5
7.	Revenue from meter rents and other sources (including interest on investments, if any).	19,458- 6- 3
8.	Total working costs excluding depreciations (column 11) but including income-tax from net revenue account.	1,63,967-13-10
9.	Gross profit before providing for interest, depreciation or reserve (columns 6 *plus* 7-8).	66,505-12-10
10.	Interest (on debentures and loans) and special charges.	5,613- 9- 4
11.	Depreciation and reserve (for the year). Writing off preliminary expenses included.	15,370- 2- 0
12.	Ditto per cent. on column 5.	1.48%
13.	Financial result (col. 9-10 *plus* 11).	45,522- 1- 6
14.	Ditto per cent. on column 5.	4.39
15.	Units generated.	15,12,352
16.	Units sold.	12,12,740

COSTS IN ANNAS PER UNIT GENERATED.

17.	Fuel.	54,257-13- 4	.57
18.	Oil, waste, water, engine room stores, etc.	14,973- 8- 2	.16
19.	Wages and salaries excluding management (generation, distribution and public lamps together).	10,526- 2- 0	.11
20.	Repairs and maintenance (generation, distribution and public lamp renewals when charge on contract rate for current includes renewals).	9,917-12-8	.11
21.	Rent, rates and taxes.	1, 997- 4-6	.02
22.	(*a*) Management, Director's fees, office allowance, salaries (other than in column 19), office and legal expenses.	50,543-6-2	.53
	(*b*) Incidental and overhead charges (other than capital-charges), e.g. depreciation, insurance, income-tax, interest, etc., which cannot properly be included under any of the heads 17 to 21 and 22 (*a*).	42,735-10- 4	.45

(Note:—All working costs should go under one of these heads, but not capital charges.)

23. Total working costs (cols. 17 to 22 added.) 1.95

TECHNICAL DATA.

24:	Kilowatts connected to public lamps.	32
25.	Total consumers connected (number).	2,519
26.	Total connections, kilowatts.	2,300
27.	Maximum load on feeders, kilowatts.	470
28.	Maximum Station Load.	
29.	Plant capacity installed, kilowatts.	524
30.	Average price in annas obtained per unit (col. 6÷16.)	2.78
31.	Percentage of dividend paid per year. Preference / Ordinary	5½% / 6¼%
32.	The type and size of the generating plant with dates of installation thereof.	

GENERATORS.

1) Metropolitan Vickers 94 KVA.8 P.F.75.2 KW 3 Phase 50 f. 3300 V 500 RPM 16-4 Amps.serial No. 649212 installed in 1933.

2) Metropolitan Vickers 94 KVA.8 B.75.2 K.W.4 Phase 50 f. 3300 Volts 500 RPM 16.4 Amps. Serial No. 649214 installed in 1933.

3) ASEA 94 KVA.8 PF.75.2 K.W.3 Phase 50 F.3300 v.500 RPM. 16.4 A.G.A.95 No.677794 Y Connections, 110 V 17.8 Amps. installed in 1934.

4) ASEA No. 749587 60 Cycles 175 KVA 3300 volts 30.7 A 140.4 K.W.8 PF 375 RPM installed in 1935 Mag. 11 26.7 Amps.

5) Siemens Schukert Generator No. 34035450 Type FW 430/A-16Y 3300 34.7 A.198 KVA.PF.8 375 50 F.65 V 90 Amps. installed in 1938.

PRIME MOVERS:

1) S. L. M. 138 B.H.P. installed in 1933.

2) S. L. M. 138 B. H. P. installed in 1934.

3) S. L. M. 127 B.H.P. installed in 1933.

4) S. L. M. 230 B. H. P. installed in 1935.

5) Siemens 230 B.H.P. installed in 1938.

33. The nature of the supply :—

(a) Generation, voltage, frequency, etc.	A.C.400/230 Volts 50 Cycles.
(*b*) Distribution, voltage, frequency, etc.	A.C.400/230 Volts 50 Cycles.

BELGAUM.

The Amalgamated Electricity Co. (Belgaum) Ltd
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

NO. O.A.240/ 112
OFFICE OF THE ACCOUNTANT GENERAL,
BOMBAY, 21st April 1944

To,
The Secretary to Government,
Public Works Department,
BOMBAY.

Sub: The Amalgamated Electricity Co.(Belgaum)Ltd. Belgaum Electric License: Examination and audit of the annual statement of accounts of - for the year ended 31-3-1943.

Sir,

I have the honour to forward herewith a copy of the report on the examination and audit of the annual statement of accounts of the Belgaum Electric License for the year ended 31-3-1943 together with a copy of the statement of accounts.

It is suggested that extract paragraphs 3(i) & (iii) may be forwarded to the Company for necessary action. p.1

Your obedient servant,

R Sivaramakrishnan

(R. Sivaramakrishnan.)
Examiner, Outside Audit.

NO. O.A.240/

Copy, with a copy of the audit report, forwarded to the Electrical Engineer to Government.

⊙ 5-7-45 audit
× 11-11-43 audit

No. 935

Page 421, *Appendix XXVI*—

(1) *Delete* the following entry from this Appendix:—

"The Sub-Judge, Vita and Dahiwadi, and the establishment that accompanies him to Dahiwadi.	Vita."

(2) *Add* the following entries in this Appendix at the end of the page:—

"The Sub-Judge, Koregaon and Dahiwadi.	Koregaon.
The Sub-Judge, Tasgaon and Vita ..	Tasgaon."

(G.M., H.D., 7866/3-B, dated 30th October 1936.)

(Correction No. 935, Financial Publication No. V, 2nd Edition, Volume II, dated 20th January 1937.)

No. 936

Page 422, *Appendix XXVI*—

(*i*) *For* the entry—

"The Sub-Judge, Ahmedabad and Gogha, and the establishment that accompanies him from Ahmedabad to Gogha.	Ahmedabad."

Substitute the following :—

The Subordinate Judge, Viramgam and Gogha, and the establishment that accompanies him from Viramgam to Gogha.	Viramgam."

(G.M., H.D., 9021/3-B, dated 1st October 1936, File 913/33-13415-C.)

(*ii*) *Delete* the following entry from this Appendix :—

"The Subordinate Judge, Kumta and Sirsi, and the establishment that accompanies him from Kumta to Sirsi.	Kumta."

(G.M., H.D., 7866/3-B, dated 30th October 1936.)

(Correction No. 936, Financial Publication No. V, 2nd Edition, Volume II, dated 20th January 1937.)

Below U.C.R.No.3733/36/11394 dated the 29th April 1944, from Government in the Public Works Department.

No SAN 1590 of 1944.

Bombay, 8th July 1944.

Returned, with compliments.

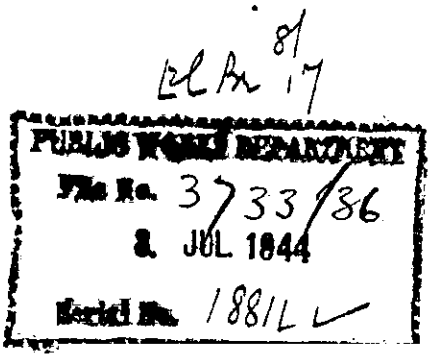
2. The attention of Government is invited to para.3(i) and (iii) of the audit report.

3. A copy of para.s3(iii) and 6 of the audit report may be forwarded to the Company for information and necessary action.

4. The accounts of the Company may be accepted, unless Government propose to take action with regard to para.3(i) of the audit report.

Electrical Engineer to Govt.

P.


LCA 81
17
PUBLIC WORKS DEPARTMENT
File No. 3733/86
8 JUL 1944
Serial No. 1881L

Cig
Lup 3733/36/11394

× Subject: —

Annual Accounts of

the Belgaum El. License

El. Br.

File 3733/36/11394 was rfd.

u.o. to the El. Engr. to Govt.

on 28-4-44. As it is

not yet recd. that officer

has been expedited on —

6th June 1944.

ISSUED

6/7/44

28.
21/6/44

3733/36

El. Br.

S.O. 110

p. 111

Submitted with a draft for appl.

2. The necy. action on para. 3(i) of the audit report has been taken in the main file submitted herewith as a linked case.

3. From para. 3(ii) it is seen that the Coy. is over capitalising its assets. Its attention has already been invited to this fact and it has been requested to take the action as suggested in paras. 4 & 5 of G.C. No. 2581/36-El., d. 28-2-44, and its reply thereto is awaited.

4. In the matter of capitalisation of wages and salaries to a high extent, the coy. still p.53 adheres to its previous reply which was not considered convincing. The accts. may not therefore be accepted.

ABA
31-7-44

2 VIII 44

No. 3733/36-El.

P.W.D., Dugust C., 7th July 49.

To Messrs The Amalgamated Electricity Co., (Belgaum) Ltd.,
(Belgaum Branch),
17-B, Elphinstone Circle, Fort, B'bay.

Subj: Exam. and audit of accts.
for 1942-43

Dear Sirs,

I am directed to forward herewith extract paras. 3 (iii) and 6 from the audit report on the accts. of your undertaking for the year ended the 31st Mar. 1943 for your information and necy. action which should pl. be communicated to Govt., the A.G., Bombay and the El. Engr. to Govt.

Yours ffly.,

Copy to —

3733/36

18811

105 The A. G., Bombay, with ref. to his letter No. O.A. 240/112, d. 21-4-44.

The El. Engr. to Govt., with ref. to his No. 107 LA 12/1590, d. 8-7-44.

ABA

31-7-44

QR

2.VIII.44

ISSUED

On 8/8/44

~~53~~/113

No.3733/36-El. P.W.D.,

B.C., 4th ~~December~~ January 1945.

To

Messrs The Amalgamated Electricity Co, (Belgaum) Ltd.,
(Belgaum Branch)
17-B, Elphinstone Circle, Fort, Bombay.

Subject :- Examination and audit of accounts for 1942-43.

Dear Sirs,

I am directed to invite your attention to pp 111-112
G.L. No. 3733/36-El., dated the 7th August 1944 and to request you to report the action taken by you in the matter.

D.A. Nil.

ISSUED
25/1/45

25/12/44.

Yours faithfully.

2/1/45.

TELEPHONES:
20704 & 33622
TELEGRAMS:
"CONELECTRO"
THE AMALGAMATED ELECTRICITY CO., (BEL.) LTD.
(BELGAUM BRANCH)
178, ELPHINSTONE CIRCLE, FORT,
BOMBAY.

Ref AMAL/BEL/G-3/1/45 Dated 25th Jany. 19 45.

To

The Deputy Secretary to the
Government of Bombay,
Public Works Department,
BOMBAY.

Dear Sir,

Re. Examination and audit of accounts
for 1942-43.

With reference to your letter No.3733/36-El dated 7th August, 1944, we state as follows:

1. Statement III :- The amount actually debitable to the capital works has been debited here.

2. Statement ~~III~~ VII - As the profits of the company have not been much, Reserve fund has not been created. Intangible assets are being written off in preference.

Yours faithfully,

The Amalgamated Electricity Co., (Bel.) Ltd.
for Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

Copy forwarded with compliments to:-
1. The Accountant General, Bombay.
2. The Electrical Engineer to Govt.
P.W.D. Bombay.

3733/36/3218

Eb 716 PWD

(Gl. Br.)

Submitted with reference to Ex. No. 3733/36 Sec. III dt. the 7-8-44. 2. The present communication may be viewed in No. 10 the A.G., Bombay & the Secy. Engg. & PWD for remarks.

RD 27/1/45

p. 115

OAD

ACCOUNTANT GENERAL'S
5 FEB 1945
BOMBAY

Gl. 2.2.45.

U.O. to A.G. Bombay and Gl. Engr to Govt. dt 5-2-45

Gl. Br. 2/2

PUBLIC WORKS DEPARTMENT
D.No. 3733/36
17. JAN. 1945
3218

Gl

OAD 7-2-45

OFFICE OF THE ACCOUNTANT GENERAL, BOMBAY. 117

Passed on with compliments to the Electrical Engineer to Government.

2. Para 3(iii) 67 of the report.

It is usual in commercial undertakings not to capitalise expenditure below a minimum limit and the undertaking would have been well advised to accept the audit suggestion. However, as the matter is within the discretion of the Undertaking the point is not pressed.

3. Para 6 67 of the report.

No further action is necessary.

Examiner, O.A. 17.2.1945

U.O.R. to Govt. in P.W.D. 11628

No.O.A./2902.
Bombay, 20 FEB 1945

Passed on, with compliments, to Government in the Public Works Department.

67 2. The attention of Government is drawn to this office No. 1590 dated the 8th July 1944 (page 47).

Electrical Engineer to Govt.

U.O.R. to Govt. in the P.W.D.
No. 487 dated 2nd February 1945.

3733/36/3218
(E. Br.)

Forwarded with reference to the O.N. of the 2.2.45. p 116

2. In view of the A/S's remarks at p 117 for consideration whether the accounts of the undertaking for the year ended the 31-3-43 may now be accepted. The A.S. Bldgs, may be requested to advise.

RJ
13/3/45

W.O. to A.S. Bldgs, dd 15-3-45

ACCOUNTANT GENERAL'S OFFICE
16 MAR 1945
BOMBAY

PUBLIC WORKS DEPARTMENT
File No. 3733/36.
2 MAR
E 7162

OFFICE OF THE ACCOUNTANT GENERAL, BOMBAY.

Returned with compliments.

2. It is suggested that the accounts should not be accepted as correct. Any decision in this matter should await the advice of the R.L.A. on the Government Circular No.2581/36-EL., dated 28-2-1944, in which the subject matter at issue in paragraph 3(i) of the audit report for the year 1942-43, has been included

Examiner, O.A.

U.O.R. to Govt. in P.W.D.

No.O.A./240/3310
Bombay, 26 MAR 1945

3733/36/10118
(R.C. Sec)

120

Submitted with reference to the p118 ante
of the 13-3-45.

2. In view of para. 2 of the A.G's note
overleaf p119, no further action appears to
be necessary on these papers for the
present.

3. The opinion of the R.C.A. on the points
raised by the Board of R. undertakings
in their R.C. No. 258/36 R.C. of the
28.2-44 has been received and the file
containing the reference in question is
being submitted.

x file 258/36
(being taken here
separately)

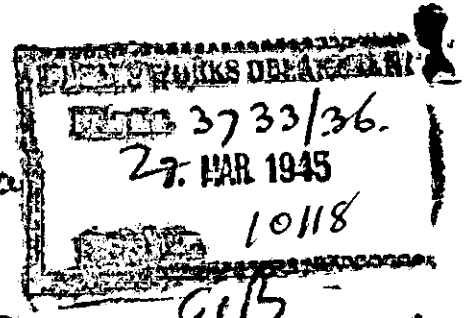
RB 27/3

Q
4/4/45

Qe
5/IV/45

Asst (1-6-45)
4/4

NW Sec



Qe/5
27.5.45

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD : BELGAUM ELECTRIC LICENSE.

For the year ending 31st March 19 44.

1-Statement of Share Capital appropriated for the purposes of the undertaking authorised by the above mentioned license.

Description of Capital.	Authorised by	Number of shares issued.	Nominal amount of share.	Called up per share.	Total paid up.	Issued not paid up.-	Remaining unissued.	Total amount authorised.
Proportionate capital out of total capital of Rs. 13,62,420/- of the Amalgamated Electricity Co.(Belgaum) Ltd.	Memorandum & Articles of Association of the Company.							
6250 - 5½% Cumulative Preference Shares of Rs. 100/- each fully paid up.			Rs.100/- each	Rs.100/- each				
73742 Ordinary shares of Rs.10/- each fully paid up.			Rs.10/- each	Rs. 10/- each	7,86,718-6-7			Rs. 7,86,718-6-7

BELGAUM.

The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD : BELGAUM ELECTRIC LICENSE.

For the year ending 31st March 1944.
II–Statement of Loan Capital appropriated for the purposes of the undertaking authorised by the above mentioned license.

Description of Loan.	Amount borrowed at percent	Amount borrowed Total	Remaining borrowing powers.	Total amount of borrowing powers.
UNSECURED.	Rs. 9,758- 7- 7 Less Refunded " 2,672- 1-11 Rs. 7,086- 5- 8	Rs. 7,086-5-8		Unclaimed.

BELGAUM.

The Amalgamated Electricity Co, Belgaum) Ltd.
For Consolidated Electric ... Ltd., Managing Agents.

Managing Director.

Total Share Capital Paid up Sec. No. I.	Rs. 7,86,718- 6- 7
" Loan " borrowed Sec. No. II.	7,086- 5- 8
Total Capital Received.	Rs. 7,93,804-12- 3

VR.

THE AMALGAMATED ELECTRICITY COMPANY(BELGAUM) LTD.,
Belgaum Electric License

III Capital Account.

Statement for the year ending 31st March 19 44.

Dr.

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure up to 31-3-44		Receipts upto end of previous year.	Refunded Received during the year.	Total Receipts up to 31-3-44
1. To Preliminary expenses (to be specified.)	-	-	-	By Ordinary Shares of Rs. 10/- each	7,86,718- 6- 7		7,86,718- 6- 7
				By Preference Shares of Rs.100/- each			
				By Debenture Stock			
2. To lands, including law charges incidental to acquisition.	1,000- 0- 0	332- 1- 0	1,332- 1-0	By Mortgages and Bonds			
3. To Building.	48,786-15- 8	-	48,786-15-8	By amounts received in anticipation of calls			
		1,295-10- 6		By other receipts (to be specified)			
including Mtrs. Plant & Machinery.	1,55,516- 4-11	1,091- 6- 3	1,56,320- 9-2	By Unsecured loan	9,758- 7- 7	-2,672- 1-11	7,086- 5- 8
		804- 4- 3					
5. To Mains.	2,68,842-15-10	16,417- 7- 3	2,85,260- 7-1				
6. To service connections.	85,951-14- 8	5,035-10- 7	90,987- 9-3				
7. To transformers etc.	1,10,140-13- 6	-	10,140-13-6				
8. To meters, and fees for certifying under the Act.	44,768- 1- 3	532- 3- 0	45,300- 4-3				
9. To general stores.	89,041-12-10	-18,577-10- 1	70,464- 2-9				
C/F.	7,04,048-14- 8	4,544- 0- 0	7,08,592-14-8	C/F.	7,96,476-14- 2	- 2,672- 1-11	7,93,804-12- 3

BELGAUM

The Amalgamated Electricity Co., (Belgaum) Ltd
For Consolidated Electric Agencies Ltd., Managing Agents

Managing Director.

VR.

III Capital Account (Contd.)

Statement for the year ending 31st March 1944.

Dr.

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure to 31-3-44		Receipts upto end of previous year.	Refunded ~~Received~~ during the year.	Total receipts to 31-3-44
B/F.	7,04,048-14- 8	4,544- 0-0	7,08,592-14- 8	B/F.	7,96,476-14- 2	- 2,672- 1-11	7,93,804-12- 3
10. Special items (to be specified)							
Hiring Installations	17,970-14- 5	- 160- 6-6 + 144- 1-0	17,954- 8-11	By Balance to Capital a/c			2,41,441-11- 4
Govt. Building Wiring	560- 0- 0	-	560- 0- 0				
Consideration for purchase of going concern.	2,69,081-15- 9	-	2,69,081-15- 9				
Furniture and Fixtures	9,226-10- 3	- 77- 8-3 + 25- 3-6	9,174- 5- 6				
Motor Cars & Bicycles	6,403- 8- 9	+ 169- 8-0 - 42-12-0	6,530- 4- 9				
Belgaum Electric License	7,643- 6- 0	56- 0-0	7,699- 6- 0				
Hindalgi Jail Wiring	10,434- 0- 0	-	10,434- 0- 0				
Brokerage (under-writing commission	10,550-11- 9	- 5,275-11- 9	5,275- 0- 0				
Total Expenditure To balance of Capital account	10,35,920- 1- 7	- 617-10- 0	10,35,302- 7- 7		7,96,476-14- 2	- 2,672- 1-11	10,35,246- 7- 7

BELGAUM

The Amalgamated Electricity Co., (Belgaum)
For Consolidated Electric Agencies Ltd., Managing A

Managing Dir

IV Revenue Account.

Statement for the year ending 31st March 19 44.

Dr.

A-Generation.			
1. To Fuel	64,647-14- 0		
2. ,, Oil, waste, water, etc.	18,475-12- 6		
3. ,, Proportion of salaries of engineers etc.			
4. ,, Wages & gratuities	12,015-14- 3		
5. ,, Repairs and maintenance as follows ...			
Buildings	225- 4- 3		
Plant	13,766-14- 3		
6. ,, Special items (to be specified). ...		1,09,131-11-3	
B-Distribution.			
1. To Proportion of salaries of engineers, superintendents, and officers ...	[illegible]		
2. ,, Wages & gratuities	3,394- 1- 4		
3. ,, Repairs, maintenance & renewals of mains	4,657-10- 5		
4. ,, Repairs, Maintenance & renewals of ~~transformers etc.~~ Refeigerator	525-15- 9		
5. ,, Repairs, maintenance and renewals of meters etc.	1,494- 3- 2		
Hiring Installation Repairs	7- 8- 0	10 367-4-8	
Govt. Building Wiring -- Repairs.	287-14- 0	10,369- 4-8	
Carried forward		1,19,498-15-11	

1. By sale of energy for lighting purposes ...	99,375- 5- 9
2. ,, Sale of energy for power purposes ...	62,150- 2- 6
3. ,, Sale of energy under special contracts. ...	94,685-11- 3
4. ,, Public lighting	15,023- 0- 2
5. ,, Rental of meters & other apparatus on consumers' premises	16,036-13- 0
6. ,, Rents receivable	
7. ,, Transfer fees	89- 5- 0
8. ,, Service connections	1,833- 4- 0
9. ,, Miscellaneous receipts	1,323- 3- 8
10. ,, Other items (to be specified) ...	
11. " Wiring	49- 7- 0
12 " Sales	407- 7- 6
13 " Bad Debts recovered	33-11- 0
Carried forward	2,91,006- 6-10

The Amalgamated Electricity Co., (Belgaum)
For Consolidated Electric Agencies Ltd., Managing

Managing

IV Revenue Account-Contd.

Statement for the year ending 31st March 1944.

Dr.

Brought forward			1,19,498-15-11
C-Public Lamps.			
1. To Attendance and repairs	1,890- 5-3		
2. ,, Renewals etc.	1,980- 5-0		
		3,870-10- 3	
D-Rents, Rates & Taxes.			
1. To Rents payable	1,862- 6- 0		
2. ,, Rates & Taxes	224- 7- 0		
		2,086-13- 0	
E-Management Expenses.			
1. To Directors' remuneration	928- 0- 0		
2. ,, Management	35,498- 2-11		
3. ,, General establishment	23,050- 8- 6		
4. ,, Auditors of Company	1,066- 0- 0		
5. ,, Auditors appointed under the provisions of the Act.	200- 0- 0		
		60,742-11- 5	
F-Law Charges.			
1. To Law expenses	5- 0- 0	5- 0- 0	
Carried forward		1,36,204- 2- 7	

Brought forward	2,91,006- 6-10

IV Revenue Account-Contd.

Statement for the year ending 31st March 1944.

Dr. *Cr*

	Brought forward		1,86,204- 2- 7	Brought forward	2,91,006- 6-10
	G-Depreciation.				
1.	To Depreciation in respect of leasehold works				
2.	,, Depreciation in respect of buildings ...				
3.	,, Depreciation on plant				
4.	,, Depreciation on mains				
5.	,, Depreciation on transformers etc. ...				
6.	,, Depreciation on meters				
7.	,, Depreciation on general stores ...				
8.	,, Depreciation in respect of any other items	15,363- 0-0	15,363- 0- 0		
	H-Special Charges.				
1.	To cost of service connections ...				
2.	,, other items (to be specified) ...				
3.	" Bad Debts	18-12- 0			
4.	" Brokerage (under-writing commission)	5,276-11- 9	5,294- 7- 9		
	Total expenditure		2,06,861-10- 4		
	Balance carried to net revenue.		84,144-12- 6		
			2,91,006- 6-10		2,91,006- 6-10

The Amalgamated Electricity Co. (Bel. m) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD ; BELGAUM ELECTRIC LICENSE.

V-Net Revenue Account.

Statement for the year ending 31st March 19 44.

1.	To Interest on debentures accrued due to date		1.	By Balance from last account ...	1,12,828- 2- 5
2.	,, Interest on mortgages and bonds accrued due to date			Less dividend paid	46,463- 0-10
3.	,, Interest on remporary loans accrued due to date	1,294- 4-10		,, Amount carried to	66,365- 1- 7
4.	,, Dividend on preference stocks Shares			,, Reserve Fund	
5.	,, Income-tax paid	15,400- 7- 0	2.	By Balance brought from revenue account (No. IV.)	84,144-12- 6
6.	,, Balance applicable to dividend on ordinary stock or shares	1,33,892-14- 2	3	By Interest on money at deposit ...	77-11-11
		1,50,587-10- 0			1,50,587-10- 0

The Amalgamated Electricity Co., (Belgaum) L'
For Consolidated Electric Agencies Ltd., Managing Age

Managing Director

THE AMALGAMATED ELECTRICITY CO? (BELGAUM) LTD : BELGAUM ELECTRIC LICENSE.

VI-Reserve Fund Account.

Statement for the year ending 31st March 19 44.

1. Amount paid out (Items to be specified) ...		1. By Balance brought from last account ...	
		2. „ Amount brought from nett revenue account	
		3. „ Interest on amount invested ... (Description of investments to be specified)	Nil
2. Amount of balance to next account ...	Nil		
	Nil		Nil

The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Co.

Agents.

Managing Director.

THE AMALGAMATED ELECTRICITY CO. BELGAUM) LTD : BELGAUM ELECTRIC LICENSE.

VII-Depreciation Fund Account.

Statement for the year ending 31st March 1944.

Dr.

To balance		1,14,293- 9- 9	1. By Balance from last account ...		92,147-15- 0
			2. „ Interest on investments ...		217- 5- 3
					92,930- 9- 9
			3. „ Amount brought from revenue account (See No. IV-G.). (Description of investments to be specified.)...		15,363- 0- 0
		1,14,293- 9- 9			1,14,293- 9- 9

BELGAUM

The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

VIII-General Balance Sheet.

Statement for the year ending 31st March 1944.

Dr.

Liabilities.		Assets.		
1. To Capital account : amount received as per Account No. III	7,93,804-12- 3	1. By Capital account : amount expended for works as per Account No. III	9,64,838- 4-10	
2. To Sundry creditors due on construction of plant and machinery, fuel, stores etc.	7,832- 5- 2	2. By Stores on hand ...	70,464- 2- 9	10,35,302- 7- 7
3. To Sundry creditors on open accounts		3. By Sundry Debtors		33,781-15- 7
4. To Net revenue account : balance at credit thereof ...	33,603- 0- 4	4. By Preliminary expenses awaiting adjustment ...		
5. To Reserve fund account : balance at credit thereof ...	1,33,892-14- 2	5. By Securities as held (cost price)		
6. To Depreciation fund account	1,14,293- 9- 9	6. By Speciali items (to be specified)		
7. To Special items (to be specified)		7. " Prepaid Expenses		1,727- 2- 4
" Reserve for Bad & Doubtful Debts	540- 0- 0	Advances		273- 6- 3
" Deposits on applications	266- 0- 0	Sundry Deposits		3,500- 0- 0
" Unclaimed Dividends	1,440- 3- 0	Cash on hand	82-12- 4	
		Bank	11,005- 0- 7	11,087-12-11
		By Cash at Bankers		
		" " on hand...	Total	
Total	10,85,672-12- 8			10,85,672-12- 8

BELGAUM.

The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

The Amalgamated Electricity Co.(Belgaum) Ltd.,
BELGAUM BRANCH

IX Energy Generated, Sold etc.

Statement for the Year 31st March 1944

Total energy generated in Kilowatt hours	Electricity - hours sold					Kilowatt hours used on works	Kilowatt hours not accounted for	Kilowatt hours accounted for	Kilowatts connected for public lamps	Total Consumers connected
	Public Lamps.	By special contract	Consumers by meter for Lighting purposes	Consumers by meter for Power purposes	Total					
1	2	3	4	5	6	7	8	9	10	11
1663760	47609	Lighting 196379 H.Power 247050	234704	543341	1269133	83355	301272	1553845	30 K.W.	2546

Total Kilowatts connected	Plant installed Kilowatts	Maximum Supply demanded in Kilowatts
12	13	14
2315	534	410

Electrical Engineer
The Amalgamated Electricity Co.(Belgaum) Ltd.,
Belgaum Electricity Branch.

STATEMENT FORM.

1. Company, etc. **The Amalgamated Electricity Co. (Belgaum) Ltd., Belgaum Branch.**
2. Account for year ending. **31st March, 1944.**
3. Year of working. **XI**
4. Motive power. **Diesel Engines.**

5.	Total capital expenditure at end of year (*not* capital of company).	**10,35,302- 7- 7**
6.	Revenue from electric supply.	**2,71,234- 3- 8**
7.	Revenue from meter rents and other sources (including interest on investments, if any).	**19,849-15- 1**
8.	Total working costs excluding depreciations (column 11) but including income-tax from net revenue account.	**2,01,604- 9- 7**
9.	Gross profit before providing for interest. depreciation or reserve (columns 6 *plus* 7-8).	**89,479- 9- 2**
10.	Interest (on debentures and loans) and special charges.	**6,588-12- 7**
11.	Depreciation and reserve (for the year). Writing off preliminary expenses included.	**15,363- 0- 0**
12.	Ditto per cent. on column 5.	**1.48%**
13.	Financial result (col. 9-10 *plus* 11).	**67,527-12- 7**
14.	Ditto per cent. on column 5.	6.52 **6.54%**
15.	Units generated.	**15,53,760**
16.	Units sold.	**12,69,133**

COSTS IN ANNAS PER UNIT GENERATED.

17.	Fuel.	**64,647-14- 0**	**.66**
18.	Oil, waste, water, engine room stores, etc.	**18,475-12- 6**	**.19**
19.	Wages and salaries excluding management (generation, distribution and public lamps together).	**17,300-4-10**	**.18**
20	Repairs and maintenance (generation, distribution and public lamp renewals when charge on contract rate for current includes renewals).	**22,945-10-10**	**.24**
21.	Rent, rates and taxes.	**2,086-13-0**	**.02**
22.	(*a*) Management, Director's fees, office allowance, salaries other (than in column 19), office and legal expenses.	**56,615-13- 5**	**.58**
	(*b*) Incidental and overhead charges (other than capital charges), e.g. depreciation, insurance, income-tax, interest, etc., which cannot properly be included under any of the heads 17 to 21 and 22 (*a*).	**41,484-1-7**	**.43**

(Note:–All working costs should go under one of these heads, but not capital charges.)

23.	Total working costs (cols. 17 to 22 added.)	2 2 3 5 5 6 . 6 2	**2.30**

BELGAUM

The Amalgamated Electricity Co (Belgaum) Ltd
For Consolidated Electric Agencies Ltd., Managing Agents

Managing Director.

TECHNICAL DATA.

24.	Kilowatts connected to public lamps.	30
25.	Total consumers connected (number).	2546
26.	Total connections, kilowatts.	2315
27.	Maximum load on feeders, kilowatts.	477
28.	Maximum Station Load.	430
29.	Plant capacity installed, kilowatts.	524
30.	Average price in annas obtained per unit (col. 6÷16.)	3.42
31.	Percentage of dividend paid per year. Preference	5½%
	Ordinary	7½%

32. The type and size of the generating plant with dates of installation thereof.

Generators:

1) Metropolitan Vickers 94 KVA .8 P.F. 75.2 KW 3 Phase 50 F. 3300 V 500 RPM 16-4 Amps. Serial No.649212 installed in 1933.

2) Metropolitan Vickers 94 KVA .8 B.75.2 K.W. 4 Phase 50 f. 3300 Volts 500 R.P.M. 16.4 Amps. Serial No. 649214 installed in 1933.

3) Asea 94 KVA .8 PF. 75.2 K.W. 3 Phase 50 F. 3300 V. 500 RPM 16.4 A.G.A.95 No. 677794 Y Connections, 110 V 17.8 Amps. installed in 1934.

4) Asea No. 749587 60 Cycles 175 KVA 3300 Volts 30.7 A 140.4 K.W.8 PF 375 RP.M. installed in 1935 Mag.11 26.7 Amps.

5) Siemens Schukert Generator No. 34035450 Type FW 430/A-16Y 3300 34.7 A.198 KVA. PF.8 375 50 F.65 V 90 Amps. installed in 1938.

Prime Movers:

1) S.L.M. 138 B.H.P. installed in 1933.
2) S.L.M. 138 B.H.P. installed in 1934.
3) S.L.M. 127 B.H.P. installed in 1933.
4) S.L.M. 280 B.H.P. installed in 1935.
5) Siemens 230 B.H.P. installed in 1938.

33. The nature of the supply :—

(a) Generation, voltage, frequency, etc. A.C. 3300 Volts 50 Cycles.

(b) Distribution, voltage, frequency, etc. A.C 3300& 400/230 Volts 50 Cycles.

BELGAUM

The Amalgamated Electricity Co., Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

Report on the Examination and Audit of the Annual Statement of Accounts prescribed under the Indian Electricity Rules, 1937, relating to the Amalgamated Electricity Company (Belgaum) Ltd., , Belgaum Electric License, for the year ended 31-3-1944.

*****

The Examination and Audit of the Annual Statement of Accounts relating to the Belgaum Electric License, was carried out at the registered office of the Company at Bombay. The allocation of expenditure between Capital and Revenue was generally scrutinised with reference to the books of accounts available at the Bombay Office. Such records as are maintained at the Branch Office of the Company (e.g. stores ledgers, consumers records etc.) were not examined. Statements I to IX and the statement of Financial and Technical Data are attached to this report.

2. Statement III - Capital expenditure.

(a) The additions to capital expenditure during the year were mainly under 'Mains' and 'Service connections'. The expenditure under these heads was made up as below:-

Items.	Mains. Rs.	Service connections. Rs.
Salaries & wages (including Engineer's salary).	7,571.	4,058.
Staff Insurance etc.	180.	97.
Rent, etc.	285.	143.
Motor Car expenses.	488.	281.
Stores (net).	7,893.	429.
Inspection fee.	-	28.
	16,417.	5,036.

No time sheets were produced in support of the allocation of salaries and wages to capital, although the necessity for such records has been pointed out in previous audit reports. As judged by the expenditure on stores, it is seen that, especially under 'Service connections', the indirect charges debited to capital are quite out of proportion to the direct charges on stores, and it is felt in audit that the capital expenditure continues to be inflated.

(b) The History Sheets of capital assets are not being maintain-ed.

(c) The capital expenditure per K.W. of plant installed works out to 1,976.

(d) The percentage of turnover to capital expenditure comes to 28.12 as against 22.22 for the past year.

3. Statement IV - Revenue.

The revenue derived from the various classes of consumers and the number of units sold to each together with the average price per unit realised for the two years 1942-43 and 1943-44 are compared below:-

Items.	1942-43 Units sold.	Amount Rs.	Price per unit realised in annas.	1943-44 Units sold.	Amount Rs.	Price per unit realised in annas.
Lighting.	2,25,827.	75,092.	5.32	2,34,754.	99,375.	6.77
Power.	5,44,123.	60,464.	1.78	5,43,341.	62,150.	1.83
Special - Contracts.	3,96,266.	62,605.	2.53	4,43,429.	94,686.	3.42
Public - lamps.	46,524.	12,854.	4.42	47,609.	15,023.	5.05
Total.	12,12,740.	2,11,015.	2.78	12,69,133.	2,71,234.	3.42
Meter rent etc.		15,008.			16,036.	
Service connections.		3,083.			1,833.	
Miscellaneous.		1,274.			1,981.	
		2,30,380.			2,91,084.	

The improvement in price per unit realised is mostly due to surcharge.

A monthly minimum charge of Rupee one has been levied by the Company from 1-11-1943 - vide schedule of rates attached.

4. Statement IV - Working expenses.

(a) The working expenses (excluding depreciation, income-tax, etc.) under the main heads together with the cost of generation per unit under each for the two years 1942-43 and 1943-44 are compared below:-

Items.	1942-43 Amount Rs.	Cost per unit generated in annas.	1943-44 Amount. Rs.	Cost per unit generated in annas.
Fuel.	54,258.	0.57	64,648.	0.67
Oil, water, waste etc.	14,974.	0.16	18,476.	0.19
Wages & Salaries (excluding management).	10,526.	0.11	17,300.	0.18
Repairs & Maintenance.	9,918.	0.10	22,946.	0.24
Rent, rates & taxes.	1,997.	0.02	2,087.	0.02
Agent's remuneration.	24,433.	0.26	22,363.	0.23
Management & general expenses.	31,928.	0.34	33,403.	0.40
	1,48,034.	1.56	1,86,223.	1.93
Units generated.	15,12,352.		15,53,760.	

The increase in cost per unit is due to more repairs, increased allowances to staff etc.

(b) The management expenses include an amount of Rs.1,758 as 'special expenses' details of which were not available for audit. The amount has been consequently excluded in

in calculating the surplus.

5. Statement V - Net Revenue Account.

A dividend of 5½% on Preference Shares and 7½% on Ordinary Shares has been declared by the Amalgamated Electricity Company, Ltd., out of the profits of the year.

6. Statement VI & VII - Reserve & Depreciation Funds.

(a) No Reserve Fund has been created so far though the Undertaking is in its eleventh year of working. With the addition of Rs.15,363 during the year, the balance in the Depreciation Fund stood at Rs.1,14,294 at the end of the year, which works out to 16.77% of the total depreciable assets in the eleventh year of working of the Company.

(b) The amount of Rs.15,363 is Belgaum's share of depreciation out of a lump sum provision of Rs.30,000 for the Amalgamated Companies. The depreciation had not been provided by detail of the various heads of assets.

7. Statement IX - Units generated etc.

The percentages of units used on works and of those lost in transmission work out to 5.36 and 12.95 respectively as against 5.50 and 14.31 for the previous year.

8. Working Results.

Even after taking the capital expenditure shown by the books of the Undertaking as correct, although in the opinion of audit the capital expenditure is inflated, the calculation of the working results of the year according to the method adopted by the Electricity Advisory Committee discloses a surplus of about Rs.30,000 (vide annexure 'A').

9. General.

The Company has not produced the Minute Book and the share ledger for examination. The matter is under correspondence.

10. In view of the remarks in paras 2(a), 2(b), 4(b), 6(b) and 9, it is recommended that the accounts should not be accepted as correct.

R. Sivaramakrishnan

(R. Sivaramakrishnan.)
Examiner, Outside Audit.
Akh.

ANNEXURE 'A'.

ESTIMATED SURPLUS.

			Rs.
Gross Revenue.			2,91,084.
Less: (i) Working expenses.		2,06,862.	
Deduct Depreciation.	15,363.		
Agent's remuneration.	22,363.		
Special expenses.	1,758.	39,484.	
		1,67,378.	
(ii) Depreciation at 12% of gross revenue.		34,930.	
(iii) Agent's remuneration at 7½% of net profits subject to a minimum of Rs.600/- p.m.		7,200.	
(iv) 2% on Depreciation Reserve (Rs.1,14,294).		2,286.	
(v) Contingent Reserve at ½% of net capital block.		1,597.	
(vi) Write off of intangible assets.		9,726.	
(vii) 6% return on net capital block.* (Rs.6,38,952).		38,337.	
			2,61,454.
SURPLUS.			29,630.

****

* Net Capital Block -

Statement III.			10,35,302.
Less: Consideration.		2,69,082.	
License.		7,699.	
Brokerage.		5,275.	
Depreciation.		1,14,294.	3,96,350.
	Net Block.		6,38,952.

THE AMALGAMATED ELECTRICITY CO.(BELGAUM) LTD. BELGAUM BRANCH.

Schedule of Rates in force on the ~~last~~ 1st October 1943, for supply of Energy.

****

For Lights & Fans: As.5/- per unit.

Domestic Heating, Cooking, Refrigeration & Appliances including Radios & Battery Charging: As.2/- per unit, provided that there is special circuit for such purposes.

Motive Power:

(a) Upto & including 4 BHP: A standing charge of Rs.2/- per month per BHP connected plus As.1/- per unit.

(b) Over 4 BHP: A standing charge of Rs.2/- per month per BHP connected plus .75 anna per unit.

Meter Rent: Rs.0-4-0 for single phase meter per month.
" 0-8-0 " poly " " " "

Flat Rate: Rs.1-2-0 & As.2/- surtax per 20 Watt lamps.

N.B. From April 1943, as per Govt.sanction 33 1/3% surcharge is being charged on item Nos.1, 2, 3 & 5.

No.O.A.240/273 59
OFFICE OF THE ACCOUNTANT GENERAL,
BOMBAY, 4 MAY 1945

To,
The Secretary to the Government of Bombay,
Public Works Department,
BOMBAY.

Sub: The Amalgamated Electricity Company (Belgaum) Ltd.
Belgaum Electric License - Examination and audit of the annual statement of accounts for the year ended 31-3-1944.

Sir,

I have the honour to forward herewith a copy of the report on the examination and audit of the annual statement of accounts of the Amalgamated Electricity Company (Belgaum) Limited, Belgaum Electric License, for the year ended 31-3-1944 with the statement of accounts.

2. It is suggested that paragraphs 2(a), 2(b), 4(b), 6(b) and 9 may be forwarded to the Undertaking for information and necessary action.

Your obedient servant,

(R. Sivaramakrishnan.)
Examiner, Outside Audit.

No.O.A.240/

Copy, with a copy of the audit report, forwarded to the Electrical Engineer to Government.

3733/36/14902 — 180

~~DEPARTMENT/OFFICE.~~

~~Draft~~ ~~Letter~~ ~~Memorandum~~ ~~Telegram~~

~~File No.~~

~~Serial No.~~

~~1. Date of despatch~~ ~~No.~~ ~~ated~~

~~2. List of enclosures~~

(Sec'y I

In connection pp 121-147

2. The statements of accounts of the Amalgamated Elec. Co (Belgium) Ltd, Belgian Branch, for the year ended the 31st March 1946, together with the audit report thereon, may be referred pp 149-156 no. to the Elec. Engr. for his remarks.

3/5/45

8/5/45

U.O.R. to the El. Engr. to Govt. dated the 11-5-45.

5998
18 AUG 1945
LA12
3-8-45

DEPARTMENT
3733/36
5. MAY 1945
14902
(1)

for

Below U.O.R.No.3733/36/14902 d
the 11th May 1945, from Government in t
Public Works Department.

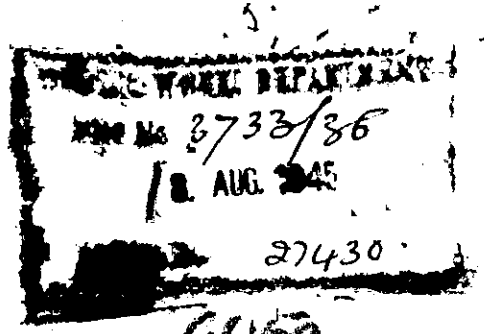
No. LA 12 2300 of 1945.

Bombay, 18th August 1945.

Returned, with compliments.

2. A copy of paras.2(a),6(a) and 6
of the audit report may be forwarded to t
Company for information and necessary act

3. I agree with para.10 of the Exam
ner, Outside Audit's audit report.



AUDIT 20/8

Electrical Engineer to Govt

P.

P.W.Sec. 4152

18571

3733/36/1945
Sec. I(1)

Submitted with a draft for approval.

Q(6) 25/8/45

W.D.
Dt. 24th August 1945

No. 3733/36/Sec.I(1)

To Messrs The Amalgamated Eg Co. (Belgaum), Ltd.,
(Belgaum Branch),
17 B, Elphinstone Circle,
Fort, Bombay.

Dear Sirs,

Subject:- Audit of accounts for the year 1943-44.

I am directed to forward herewith, for information and necessary action, extract paras. 6(a), 46, 6(a) & 6(b) of the audit report of your undertaking for the year 1943-44. The action taken by you should please be communicated to Govt, a copy of the communication being forwarded direct to the A.G., Bombay & the Elec. Engr. to Govt.

Yours faithfully,

Extract paras. referred to.

Forwarded with compliments.

copy to

The A.G., Bombay with reference to his letter No. A-240/2930 dt. 6.8.45.
The Elec. Engr. to Govt. with reference to his No. EA12/2300 dt. 18.8.45

25/8/45

25 VIII 45

TELEPHONES:
32889 (TWO LINES)

TELEGRAM:
"CONELECTRO"

THE AMALGAMATED ELECTRICITY CO., (BEL.) LTD.
(BELGAUM BRANCH)
17B, ELPHINSTONE CIRCLE FORT,
POST BOX NO. 879,
BOMBAY.

163

Ref. AMAL/BEL/G-3/1/45 Date 29th Sept. 1945

To

The Deputy Secretary to the
Government of Bombay,
Public Works Department,
BOMBAY.

Dear Sir,

Re. Audit of Accounts for the year 1943-44.

With reference to your letter No.3733/36-El.(I) dated 29th August 1945, we state as follows:

1. Statement III: We have already given our explanations in previous correspondence and beg to state that the amount - - actually debitable to the capital works has been debited in the accounts concerned.

2. History sheets: It is very difficult to prepare and - maintain such sheets at this stage as no details have been - separately maintained in the past.

3. Reserve fund: As the profits of the company have not been much, Reserve fund has not been created.

4. Depreciation would hereafter be provided by detail of the various heads of assets.

Yours faithfully,
The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

Copy forwarded with compliments to:
1. The Accountant General, Bombay.
2. The Electrical Engr. to Govt. P.W.D. Bombay.

3733/36/32366.

SE Bd(1) PSO

Enclosed with reference to S.L. No. 3733/36 dated p162
the 29-8-45.

2. The present communication may p163
be shown to the U.S. Boundary Commr
Sec. Engr. & Forest for further remarks,
if any.

21/10/45

S.O. to A.S., & Sl. Engr to send, & 8-10-45

4/10.

3733/36
1. OCT. 1945
32366

OFFICE OF THE ACCOUNTANT GENERAL, BOMBAY.

Passed on with compliments to the Electrical Engineer to the Government of Bombay.

2. Paragraph 2(a) of the audit report:

Capital expenditure:- The Undertaking has not so far, been able to prove the allocations of expenditure to capital by producing records in support thereof.

3. Paragraph 2(b) of the audit report:

History Sheets:- The Undertaking may be instructed to commence the maintenance of History Sheets, with the information now available.

4. Paragraph 6(b) of the audit report :

Provision for depreciation in details for the various heads of assets:- Action taken by the Undertaking will be verified at the time of the next audit.

Asstt. Examiner, O.A.

D.O.R. to Govt. in P.W.D.
No. C.A./1775. dt. 15-10-45.

3733/36/34588

166

Sec. Sect (1)

P.W.D.

Submitted with reference to the P164 O.N. for the 2-10-45.

2. These papers may be returned to the Sec. Engr & Supt. through whom they were intended to be submitted to Govt.

19/10/45

DNO 20/10/45

20/10

(20.11

D.O. to Sec. Engr to Govt, dt 22-10-45

Rem: 17/10

DNO 17/10

3733/36

Govt

34588

Below U.O.R.No. 3733/36/34588
dated the 22nd October 1945 from
Government in the Public Works Departmen

No.LA 12/ [illegible] of 1945

Bombay 2nd November 1945.

Returned with compliments.

2. I agree to para 3 of the remarks of the Examiner, Outside Audit, Bombay.

3. As regards para 2, no action seems necessary for the present, in view of Govt. letter No.2581/36-El(1) dated 20-8-1945.

Electrical Engineer to Govt.

x Ltr 2581/36
(Circle for file of yrs?)

3733/36/36818

168

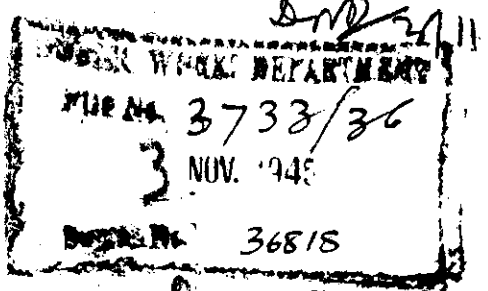
SE&R(1)

Submitted with reference to the p164 of
8- the 2-10-45.

2. The necessary draft is put up for approval.

10/11/45

SEB 3/11.



SEB

3-10-45

169 3733/36/36818
P.W.D.

No. 3733/36 SE (1)

RC 20th Nov: 1945

To

Messrs The Amalgamated Elg. Co. (Belgaum), Ld.,
(Belgaum Branch),
175, Elphinstone Circle,
Fort, Bombay.

Subject - Accounts for the year 1943-44.

Dear Sirs,

Reference: Your letter No. AMAL/BEL/G-3-/1/45, p163
& the 29-9-45.

2. Para. 2(d) of the Audit Report - History Sheets - p149

I am to request you to commence the maintenance of history sheets with the information now available.

Yours faithfully

O.A.
nil

Copy

3737/36/3681 D

Copy to —

The A.G., Bombay, with reference to his
No. O.A.1/1775 dt. the 15-10-45

The Secy. Govt. of India, with reference to
his No. 4A 12/165/3452 dt. the 2-11-45.

10/11/45

19/11

21/11

Secret Branch 19/11

Vice Chief (Mr Colvin) 19/11

Approved (1-1-46) 22/11

Mr Sa-o (CIB) seen and returned 30/5

Sec Sec (I)

171 3733/36/36818
D.W.D.

Resubmitted.

2. The A.G. Bombay, may be requested to state when the accounts for the year 1944-45, together with the audit report thereon, may be expected.

21/5/46

21/5/46

P.T.O.

3733/36

OFFICE OF THE ACCOUNTANT GENERAL, BOMBAY.

Returned with compliments.

2. The audit of the accounts of the company for the year 1944-45 has already been completed and the report thereon will be forwarded to Government in a fortnight.

Examiner, C.A. 3.6.46

E.C.R. to Govt. in P.W.D.
No.C.A./562 dt. 4-6-46

El Br.(I). P.W.D.

Await.

5/6/46.

5/6/46

(1-7-46)

P. W. D.
File No. 3733/36
Serial No. 21259

El Br(1) 4-6-46

5 H S

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD : BELGAUM ELECTRIC LICENSE.

For the year ending 31st March 1945

1-Statement of Share Capital appropriated for the purposes of the undertaking authorised by the above mentioned license.

Description of Capital.	Authorised by	Number of shares issued.	Nominal amount of share.	Called up per share.	Total paid up.	Issued not paid up.	Remaining unissued.	Total amount authorised.
Proportionate Capital out of total capital of Rs. 13,62,420/- of the Amalgamated Electricity Co. -- (Belguum) Ltd.	Memorandum & Articles of Association of the Company.							
6,250 - 5½% Cumulative Preference -- shares of Rs. 100/- each fully paid up, in cash.			Rs.100/- each	Rs.100/-each	7,86,718-6-7			7,86,718-6-7
73,742 Ordinary -- shares of Rs. 10/- - each fully paid up in cash.			Rs. 10/- each	Rs. 10/-each				

The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents

Managing Director.

VR.

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD : BELGAUM ELECTRIC LICENSE.

For the year ending 31st March 1945.
II-Statement of Loan Capital appropriated for the purposes of the undertaking authorised by the above mentioned license.

Description of Loan.	Amount borrowed at percent	Amount borrowed Total	Remaining borrowing powers.	Total amount of borrowing powers.
UNSECURED.	7,086- 5- 8			
	Less: Refunded 7,086- 5- 8	Nil		Unlimited.

The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

Total Share Capital Paid up Sec. No. I. Rs. 7,86,718- 6- 7
,, Loan ,, borrowed Sec. No. II. Nil
Total Capital Received. Rs. 7,86,718- 6- 7

VR.

III Capital Account.

Statement for the year ending 31st March 19 45.

Dr.

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure 31-3-45		Receipts upto end of previous year.	Received during the year.	Total receipts to 31-3-45.
1. To Preliminary expenses (to be specified.)	-	-	-	By Ordinary Shares of Rs.10/-each			
				By Preference Shares of Rs.100/- each	7,86,718- 6- 7		7,86,718- 6- 7
				By Debenture Stock			
2. To lands, including law charges incidental to acquisition.	1,332- 1- 0	-	1,332- 1- 0	By Mortgages and Bonds			
				By amounts received in anticipation of calls			
3. To Building.	48,786-15- 8	-	48,786-15- 8	By other receipts (to be specified).			
4. To Plant, including Misc. Plant & Machinery.	1,56,320- 9- 2	1,886-13- 6 - 1,428-11- 6	1,56,778-11- 2	" Unsecured Loan.	7,086- 5- 8	7,086- 5- 8	Nil
5. To Mains.	2,85,260- 7- 1	8,883-13- 5	2,94,144- 4- 6				
6. To service connections.	90,987- 9- 3	5,352- 9- 4	96,340- 2- 7				
7. To transformers etc.	10,140-13- 6	-	10,140-13- 6				
8. To meters, and fees for certifying under the Act.	45,300- 4- 3	727- 7- 0	46,027-11- 3				
9. To general stores.	70,464- 2- 9	- 5,139-14- 9	65,324- 4- 0				
C/F.	7,08,592-14- 8	+16,850-11- 3 - 6,568-10- 3 10,282- 1- 0	7,18,874-15- 8	C/F.	7,93,804-12- 3	7,086- 5- 8	7,86,718- 6- 7

The Amalgamated Electricity Co., (Belgaum) Ltd
For Consolidated Electric Agencies Ltd., Managing Agent

Managing Director

93 VR.

III Capital Account (Contd.)

Statement for the year ending 31st March 1945.

Dr. **Cr.**

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure to 31-3-45		Receipts upto end of previous year.	Received du ing the year.	Total receipts to 31-3-45
B/F.	7,08,592-14- 8	10,282- 1- 0	7,18,874-15- 8	B/F.	7,93,804-12- 3	- 7,086- 5-8	7,86,718- 6- 7
10. Special items (to be specified)				By Balance of Capital - a/c.			2,53,800-10- 0
Wiring Installations.	17,954- 8-11	73- 3- 0	18,027-11-11				
Govt. Building Wiring	560- 0- 0	-	560- 0- 0				
Consideration for purchase of going concern.	2,69,081-15- 9	-	2,69,081-15- 9				
Furniture & Fixtures	9,174- 5- 6	264- 0-6	9,438- 6- 0				
Motor Car & Bicycles	6,530- 4- 9	- 127-11- 6	6,402- 9- 3				
Belgaum Electric License	7,699- 6- 0	-	7,699- 6- 0				
Hindalgi Jail -- Wiring	10,434- 0- 0	-	10,434- 0- 0				
Under-writing -- Commission	5,275- 0- 0	-5,275- 0- 0	-				
Total Expenditure	10,35,302- 7- 7	+ 10,619- 4- 6	10,40,519- 0- 7		7,93,804-12- 3	- 7,086- 5-8	10,40,519- 0- 7
To balance of Capital account		- 5,402-11- 6					
		5,216- 9-0					

The Amalgamated Electricity Co., (Belgaum) Ltd
For Consolidated Electric Agencies Ltd., Managing Agents

Managing Director

64.

IV Revenue Account.

Statement for the year ending 31st March 19 45.

Dr.

A-Generation.			
1. To Fuel	68,960- 7- 0		
2. „ Oil, waste, water, etc.	22,747-12- 1		
3. „ Proportion of salaries of engineers etc.			
4. „ Wages & gratuities	14,710- 2- 4		
5. „ Repairs and maintenance as follows ...			
Buildings	-		
Plant	18,077- 6- 0		
6. „ Special items (to be specified). ...			
		1,24,495-11-5	
B-Distribution.			
1. To Proportion of salaries of engineers, superintendents, and officers ...			
2. „ Wages & gratuities	6,870- 2- 7		
3. „ Repairs, maintenance & renewals of mains & services	1,445-11- 3		
4. „ Repairs, Maintenance & renewals of transformers etc. Refrigerators	557- 9- 8		
5. „ Repairs, maintenance and renewals of meters etc.	2,593-11- 7		
6. " Repairs, Maintenance & Renewal of Hiring Installation	11-12- 3		
-do- Govt. Bldg. Wiring.	296-12- 6	11,774-11-10	
Carried forward		1,36,270- 7-3	

1. By sale of energy for lighting purposes ...	1,18,688- 2- 6
2. „ Sale of energy for power purposes ...	63,962- 9- 3
3. „ Sale of energy under special contracts. ...	84,609- 7- 6
4 „ Public lighting	15,159-12- 4
5. „ Rental of meters & other apparatus on consumers' premises	16,499- 6- 0
6. „ Rents receivable	
7. „ Transfer fees	66-15- 0
8. „ Service connections	3,118- 3- 0
9. „ Miscellaneous receipts	1,472- 9- 9
10. „ Other items (to be specified) ...	
" Wiring	5-15- 0
" Sales	764- 2- 7
" Bad Debts recovered	1- 0- 0
Carried forward	3,04,348- 2-11

The Amalgamated Electricity Co (Belgaum) Ltd
For Consolidated Electric Agencies Ltd., Managing Agent

Managing Director

IV Revenue Account-Contd.

Statement for the year ending 31st March 1945.

Dr.

Brought forward			1,36,270- 7- 3
C-Public Lamps.			
1. To Attendance and repairs	2,378-12- 0		
2. ,, Renewals etc.	3,428- 9- 7		
		5,807- 5- 7	
D-Rents, Rates & Taxes.			
1. To Rents payable	1,813-10- 0		
2. ,, Rates & Taxes	224- 7- 0		
		2,038- 1- 0	
E-Management Expenses.			
1. To Directors' remuneration	779- 9- 0		
2. ,, Management	36,114- 1- 7		
3. ,, General establishment	27,449- 0- 1		
4. ,, Auditors of Company	1,421- 0- 0		
5. ,, Auditors appointed under the provisions of the Act.	200- 0- 0		
		65,963-10- 8	
F-Law Charges.			
1. To Law expenses		63-14- 0	
Carried forward		2,10,143- 6- 6	

Brought forward	3,04,348- 2-11
Carried Forward	3,04,348- 2-11

The Amalgamated Electricity Co., (Belgaum) Ltd
For Consolidated Electric Agencies Ltd., Man... ...

Managing Director

63

Qr. VR.

IV Revenue Account-Contd.

Statement for the year ending 31st March 1945.

Dr.

Brought forward		2,10,143- 6-6	
G-Depreciation.			
1. To Depreciation in respect of leasehold works			
2. „ Depreciation in respect of buildings ...			
3. „ Depreciation on plant			
4. „ Depreciation on mains			
5. „ Depreciation on transformers etc. ...			
6. „ Depreciation on meters			
7. „ Depreciation on general stores ...			
8. „ Depreciation in respect of any other items	16,231- 0- 0	16,231- 0- 0	
H-Special Charges.			
1. To cost of service connections ...			
2. „ other items (to be specified) ...			
" Underwriting Commission written off	5,275- 0- 0		
" Reserve for Bad & Doubtful Debts	4,707- 0- 0	9,982- 0- 0	
Total expenditure		2,36,356- 6- 6	
Balance carried to net revenue.		67,991-12- 5	
		3,04,348- 2-11	

Brought forward	3,04,348- 2-11
	3,04,348- 2-11

The Amalgamated Electricity Co. (Belgium) Ltd
For Consolidated Electric Agencies Ltd.
Managing Director

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD. BELGAUM ELECTRIC LICENSE.

V-Net Revenue Account.

Statement for the year ending 31st March 1945.

1.	To Interest on debentures accrued due to date		1.	By Balance from last account ...	1,33,892-14- 2
2.	„ Interest on mortgages and bonds accrued due to date			Less dividend paid	51,785-11-10
3.	„ Interest on remporary loans accrued due to date	1,419-12- 9		„ Amount carried to	82,107- 2- 4
4.	„ Dividend on preference stocks ...			„ Reserve Fund	
5.	„ Income-tax paid	27,945- 9- 0	2.	By Balance brought from revenue account (No. IV.)	67,991-12- 5
6.	„ Balance applicable to dividend on ordinary stock or shares	1,20,808- 6- 3	3	By Interest on money at deposit ...	74-13- 3
		1,50,173-12- 0			1,50,173-12- 0

The Amalgamated Electricity Co., (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents

Managing Director.

VR.

THE AMALGAMATED ELECTRICITY CO. (BELGAUM) LTD. BELGAUM ELECTRIC LICENSE.

VI-Reserve Fund Account.

Statement for the year ending 31st March 19 45.

1. Amount paid out (Items to be specified) ...		1. By Balance brought from last account ...	
		2. „ Amount brought from nett revenue account	
		3. „ Interest on amount invested ... (Description of investments to be specified)	Nil
2. Amount of balance to next account ...	Nil		
	Nil		Nil

The Amalgamated Electricity Co., (Belgaum) Ltd
For Consolidated Electric Agencies Ltd., Managing Agen

Managing Directo

VR.

VII-Depreciation Fund Account.

Statement for the year ending 31st March 19 45.

Dr.

To Amount written off	1,062-12- 0	1. By Balance from last account ...	1,14,293- 9- 9
To balance	1,29,461-13- 9	2. „ Interest on investments ...	
		3. „ Amount brought from revenue account (See No. IV-G.).	16,231- 0- 0
		(Description of investments to be specified.)	
	1,30,524- 9- 9		1,30,524- 9- 9

The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

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VIII-General Balance Sheet.

Statement for the year ending 31st March 1945.

Dr.

Liabilities.		Assets.		
1. To Capital account : amount received as per Account No. III	7,86,718- 6- 7	1. By Capital account : amount expended for works as per Account No. III	₹7,75,194-12- 7 ...	
2. To Sundry creditors due on construction of plant and machinery, fuel, stores etc.	7,833- 3- 0	2. By Stores on hand	65,324- 4- 0 ...	10,40,519- 0- 7
3. To Sundry creditors on open accounts	66,048-11- 9	3. By Sundry Debtors		48,964- 7- 4
4. To Net revenue account : balance at credit thereof ...	1,20,808- 6- 3	4. By Preliminary expenses awaiting adjustment ...		
5. To Reserve fund account : balance at credit thereof ...		5. By Securities as held (cost price)		
6. To Depreciation fund account	1,29,461-13- 9	6. By Speciali items (to be specified)		
7. To Special items (to be specified)		7. " Prepaid Expenses		831- 9- 3
" Reserve for Bad & Doubtful Debts	5,247- 0- 0	" Advances		20,775-12-10
" Deposits on Applications	266- 0- 0	" Sundry Deposits		3,500- 0- 0
" Unclaimed Dividends	1,634-12- 0	By Cash at Bankers		3,358- 6- 0
		" " on hand		69- 1- 4
Total	11,18,018- 5- 4	By Cash at Bankers		
		" " on hand...	Total	11,18,018- 5- 4

The Amalgamated Electricity Co (Belgium) Ltd
For Consolidated Electric Agencies Ltd., Managing Agent

Managing Director

VR.

The Amalgamated Electricity Co.(Belg.) Ltd.,
Belraum-Branch.

IX Energy Generated Sold etc.

Statement for the year ending 31st March 1945.

Total energy generated in Kilowatt hours.	Kilowatts-Hours sold.					Kilowatt hours used on works.	Kilowatt hours not accounted for	Total Kilowatt hours accounted for	Kilowatts connected for public lamps.	Total consumers connected	Total Kilowatts connected	Plant installed Kilowatts	Mazimum Supply demanded in Kilowatts.
	Public Lamps.	By special contract.	Consumers by meter for lighting purposes.	Consumers by meter for power purposes.	Total								
1	2	3	4	5	6	7	8	9	10	11	12	13	14
1576103	47462	Lighting :- 165621 Power :- 265568	Staff :- 275137 2167	552011	1307966	81405	186732	1389371	32 K.W.S.	2563	2373	524	441

The Amalgamated Electricity Co. (Belgaum) Ltd.,
For Consolidated Electric Agencies Ltd., Managing Agents

Managing Director.
for the Amalgamated Electricity Co. (Belgaum) Ltd.

Electrical Engineer.

STATEMENT FORM.

1. Company, etc. The Amalgamated Electricity Co.(Belgaum) Ltd. Belgaum Branch.
2. Account for year ending. 31st March, 1945.
3. Year of working. XII
4. Motive power. Diesel Engines.

5.	Total capital expenditure at end of year (*not* capital of company).	10,40,519- 0- 7
6.	Revenue from electric supply.	2,82,419-15- 7
7.	Revenue from meter rents and other sources (including interest on investments, if any).	22,003- 0- 7
8.	Total working costs excluding depreciations (column 11) but including income-tax from net revenue account.	2,38,088-15- 6
9	Gross profit before providing for interest. depreciation or reserve (columns 6 *plus* 7-8).	66,334- 0- 8
10.	Interest (on debentures and loans) and special charges.	11,401-12- 9
11.	Depreciation and reserve (for the year). Writing off preliminary expenses included.	16,231- 0- 0
12.	Ditto per cent. on column 5.	1.66
13.	Financial result (col. 9-10 *plus* 11).	38,701- 3-11
14.	Ditto per cent. on column 5.	3.72
15.	Units generated.	15,76,103
16.	Units sold.	13,07,966

COSTS IN ANNAS PER UNIT GENERATED.

17.	Fuel. Rs. 68,960- 7- 0	0.70
18.	Oil, waste, water, engine room stores, etc. Rs. 22,747-12-1	0.23
19.	Wages and salaries excluding management (generation, distribution and public lamps together). Rs. 23,950- 0-11	0.24
20	Repairs and maintenance (generation, distribution and public lamp renewals when charge on contract rate for current includes renewals) Rs. 26,410-8-10	0.27
21.	Rent, rates and taxes. Rs. 2,038- 1-0	0.02
22.	(*a*) Management, Director's fees, office allowance, salaries other (than in column 19), office and legal expenses. Rs. 62,554-14-11	0.64
	(*b*) Incidental and overhead charges (other than capital charges), e.g. depreciation, insurance, income-tax, interest, etc., which cannot properly be included under any of the heads 17 to 21 and 22 (*a*). Rs. 50,050-15-6	0.51

(Note:–All working costs should go under one of these heads, but not capital charges.)

23.	Total working costs (cols. 17 to 22 added.) Rs. 2,65,721-12-3	2.61

The Amalgamated Electricity Co. (Belgaum) Ltd.
For Consolidated Electric Agencies Ltd., Managing Agents.

Managing Director.

TECHNICAL DATA.

24.	Kilowatts connected to public lamps.	---
25.	Total consumers connected (number).	2,863
26.	Total connections, kilowatts.	2,373
27.	Maximum load on feeders, kilowatts.	516
28.	Maximum Station Load.	441
29.	Plant capacity installed, kilowatts.	824
30.	Average price in annas obtained per unit (col. 6÷16.)	3.38
31.	Percentage of dividend paid per year. Preference	5½%
	Ordinary	7½%

32. The type and size of the generating plant with dates of installation thereof.

Generators.

1) Metropolitan Vickers 94 KVA .8 P.F. 75.2 KW 3 Phase 50 F. 3300 V 500 RPM 16-4 Amps. Serial No. 649212 installed in 1933.

2) Metropolitan Vickers 94 KVA .8 B.75.2 K.W. 4 Phase 50 F. 3300 Volts 500 RPM 16.4 Amps. Serial No. 649214 installed in 1933.

3) Asea 94 KVA .8 PF. 75.2 K.W. 3 Phase 50 F. 3300 V. 500 RPM 16.4 A.G.A. 95 No. 677794 Y Connections, 110 V 17.8 Amps. installed in 1934.

4) Asea No. 749587 60 Cycles 175 KVA 3300 Volts 30.7 A 140.4 K.W. 8 PF 375 RPM. installed in 1935 Mag. 11 26.7 Amps.

5) Siemens Schukert Generator No. 34035450 Type FW 430/A-16Y 3300 34.7 A.198 KVA. PF.8 375 50 F.65 V 90 Amps. installed in 1938.

Prime Movers.

1) S.L.M. 138 B.H.P. installed in 1933.

2) S.L.M. 138 B.H.P. installed in 1934.

3) S.L.M. 127 B.H.P. installed in 1933.

4) S.L.M. 280 B.H.P. installed in 1935.

5) Siemens 230 B.H.P. installed in 1938.

33. The nature of the supply :—

(a) Generation, voltage, frequency, etc. A.C.3300 Volts 50 Cycles.

(b) Distribution, voltage, frequency, etc. A.C.3300 & 400/230 Volts 50 Cycles.

VR.

The Amalgamated Electricity Co. (Pvt.) Ltd
For Consolidated Electric [illegible]

Managing Director

REPORT ON THE AUDIT AND EXAMINATION OF THE ANNUAL STATEMENTS OF ACCOUNTS PRESCRIBED UNDER THE INDIAN ELECTRICITY RULES,1937,OF THE AMALGAMATED ELECTRICITY COMPANY (BELGAUM) LTD.,BELGAUM ELECTRIC LICENSE,FOR THE YEAR ENDED 31ST MARCH 1945.

****

The audit and examination of the annual statements of accounts of the Belgaum Electric License for the year ended 31st March 1945 was carried out by this office at the registered office of the company in Bombay.

2. The statements were scrutinised with reference to the cash book, journal, ledger stores allocation sheets, vouchers etc. The allocations of salaries and wages, motor car and motor lorry expenses, cycle allowance company's contribution to staff insurance, workmen's compensation insurance etc. between capital and revenue could not be verified as no details of the work done were available. Statements I to IX and the statement of financial and technical data are appended.

3. Statement III - Capital Expenditure:

(a) The total capital expenditure including stores stood at Rs.10,40,519 at the end of the year as against Rs.10,35,302 at the end of the previous year. The additions were mainly under Mains (Rs.8884) and Service connections (Rs.5353). The share of salaries and wages capitalised under the above heads was very high as compared to the net consumption of stores as will be seen from the following details:

Item.	Mains. Rs.	Service Connections: Rs.
Staff's salary including insurance.	3708.	3519.
Ex.Engineer's salary and insurance.	1721.	861.
Rent.	184.	92.
Motor Car etc. expenses.	411.	282.
Stores (Net).	2860.	599.
	8884.	5353.

The explanation given for the high percentage (68% under Mains and 89% under 'Service connection) of indirect charges capitalised as compared to the total expenditure capitalised was that a permanent staff is being maintained for capital jobs and their salary is debited to capital irrespective of whether any capital works are carried out or not. Similarly 60% of the salary of the Executive Engineer is capitalised (40% under Mains and 20% under service connection). It would thus appear that expenditure on capital continues to be inflated.

(b) The capital expenditure per K.W. of plant installed works out to Rs.1986 as against Rs.1976 in the previous year.

(c) The percentage of turnover to capital expenditure comes to 29.26 as against 28.12 for the past year.

4. Statement IV - Revenue:

The revenue derived from the various classes of consumers and the number of units sold to each together with the average price per unit realised for the two years 1943-44 and 1944-45 are compared below:-

Item.	1943-44. Units sold.	1943-44. Amount Rs.	1943-44. Price per unit in annas.	1944-45. Units sold.	1944-45. Amount Rs.	1944-45. Price per unit in annas.
Lighting.	2,34,754	99,375	6.77	2,77,304	1,18,688	6.85
Power.	5,43,341	62,150	1.83	5,52,011	63,963	1.85
Special contracts.	4,43,429	94,686	3.42	4,31,189	84,609	3.14
Public lighting.	47,609	15,023	5.05	47,462	15,160	5.11
	12,69,133.	271,234	3.42	13,07,966	282,420.	3.45
Meter Rent.		16,036			16,499	
Service connections.		1,833			3,118	
Miscellaneous.		1,981			2,386	
		291,084.			304,423.	

The slight change in the price per unit realised under certain heads is due to the introduction of the minimum charges from 1.11.1943.

5. Statement IV - Working expenses:

(a) The working expenses (Excluding depreciation, income tax etc.) under the main heads together with the cost of generation per unit under each for the tow years 1943-44 and 1944-45 are compared below:

Items.	1943-44. Amount Rs.	1943-44. Cost per unit generated in annas.	1944-45. Amount Rs.	1944-45. Cost per unit generated in annas.
Fuel.	64,648	0.67	68,960.	0.70
Oil, water, waste.	18,476	0.19	22,748	0.23
Wages and salaries. (excluding management)	17,300	0.18	23,959	0.24
Repairs & Maintenance.	22,946	0.24	26,411	0.27
Rent, rates, taxes.	2,087	0.02	2,038	0.02
Agent's remuneration.	22,363	0.23	24,830	0.25
Management and general expenditure.	38,403	0.40	41,197	0.42
	1,86,223	1.93	2,10,143	2.13

Units generated 15,53,760

15,76,103

The increase in the cost per unit is due to increased cost of labour and material during the year.

(b) The management expenses include special expenses of Rs.2,537/- of which details were not available for audit. The amount has been consequently excluded from the calculation of the 'Surplus'.

6. Statement V - Net Revenue Account:

A dividend of 5½% (free of income tax) on preference shares and 7½% (free of income tax) on the ordinary shares has been declared by the Amalgamated Electricity Company (Belgaum) Ltd., out of the profits of the year.

~~6~~. Statement VI - Reserve Fund:

Although the company has been working for the last twelve years no reserve has so far been created.

~~7~~. ~~Statement VII - Depreciation Fund~~:
Statement VII - Depreciation Fund:

(a) Provision for depreciation continues to be made on a lump sum basis and not in detail under the various heads of ~~accounts~~. The amount of Rs.16,231/- provided for the year is the share allotted to the Belgaum License out of the total provision of Rs.30,000/- made for the Amalgamated Electric companies.

(b) Balance in the Depreciation Fund at the end of the year stood at Rs.129,462/- which works to 18.57% of the total depreciable assets of the company in the twelfth year of its working.

~~8~~. Statement VIII - General Balance Sheet:

The Sundry debtors include the sums of Rs.10,134/- due from the Bhivandi Branch and Rs.5,856/- due from the Bulsar Branch. The Sundry creditors include a sum of Rs.19,126/- due to the Sahapur Branch.

~~9~~. Statement IX - Energy generated etc:

The percentages of units used on works and those lost in transmission during the year are 5.16 and 11.85 respectively as against 5,36 and 12.95 of the previous year.

~~10~~. Working results:

The working results calculated according to the method adopted by the Electricity Advisory Committee discloses a surplus of Rs.21,480/- (vide statement 'A' attached to the report).

(V.L.Sathe.)
Examiner, Outside Audit.

****

STATEMENT 'A'.

			Rs.
Gross Revenue.			3,04,42
Less: (i) Working expenses.....		2,36,356.	
Deduct: Depreciation.	16,231.		
Agent's remuneration.	4,830.		
Special expenditure.	2,537.		
Reserve for Bad debts.	4,707.		
		1,88,051.	
(ii) Depreciation @ 12% of Gross revenue.		36,531.	
(iii) Agent's remuneration @ 7½% of net profit subject to a minimum of Rs.600/- p.m.		7,200.	
(iv) 2% on depreciation reserve. (Rs.1,29,462).		2,589.	
(v) Contingent reserve @ ¼% on of net capital block.		1,586.	
(vi) Write off of intangible assets.		8,929.	
(vii) 6% return on net capital block. (Rs.6,34,276.) *		38,057.	
			2,82,943.
Surplus.....			21,480.

* Capital Block:

Statement III		10,40,519.
Less: Consideration.	2,69,092	
license.	7,699	
Depreciation.	1,29,462.	
		4,06,243.
Net Block.		6,34,276.

No.O.A.240/ 621
Office of the Accountant General
Bombay, 11-6-46

To

The Secretary to the Government of Bombay,
Public Works Department,
BOMBAY.

Subject:- The Amalgamated Electricity Company (Belgaum) Limited, Belgaum Electric License.
Examination and audit of the annual statement of accounts for the year ended 31.3.1945.

Sir,

I have the honour to forward herewith a copy of the report on the examination and audit of the annual statement of accounts of the Amalgamated Electricity Company (Belgaum) Limited, Belgaum Electric License, for the year ended 31.3.1945 with the statement accounts.

It is suggested that extract paragraphs 2, 3(a), 5(b) 7 and 8(a) may be forwarded to the undertaking for information and necessary action.

Your obedient servant,

Examiner, Outside Audit.

No.O.A.240/

Copy, together with a copy of the audit report forwarded to the Electrical Engineer to Government.

3733/36/223/K-3

Ex Sec(1)

PWD

Silent file

2. The accounts pp 173-199 for the year 1944-45 together with the audit pp 201-207 report thereon, may be referred to the Exec. Engr & Supdt. for remarks.

DVB 14/6/46

DVB 14/6/46

Audit Report

P. W. D.
File No. 3733/36
Serial No. 22312

(1-7-46)

Ex Sec(1) 11-6-46

S A J

Below U.O.R.No.3733/36/22312 dat
the 17th June 1946, from Government in t
Public Works Department.

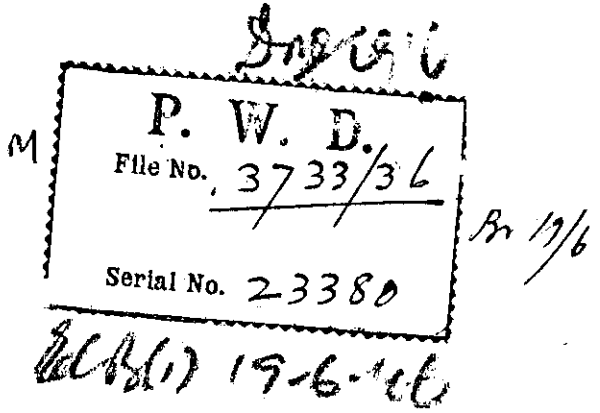
No. LA 12 of 1946.

Bombay, 19th June 1946.

Returned, with compliments.

2. I agree with para.2 of the Examiner's letter on page 209.

Electrical Engineer to Govt.


P. W. D.
File No. 3733/36
Serial No. 23380

No. 5733/36-Ex (2).

P.W.D.,
B.C., 24th June 46.

To

M/S: The Amalgamated Elg. Co., (Bel.), Ltd.,
(Belgaum Branch),
17B, Elphinstone Circle, Fort, B'bay.

Subj:- Audit of Accounts for the year 44-45.

Dear Sirs,

I am directed to forward herewith, for information & necessary action, extract paras. 2, 3(a), 5(b), 7 and 8(a) of the audit report of your undertaking for the year 1944-45. The action taken should be communicated to Govt., copies of the communication being endorsed to the A.G., B'bay and the Bl. Engr. to Govt.

D.A.—Extract paras ref. to.

Yours faithfully,

Copy forwarded for information to —

13/36/23380. 214

The A.G., Bl Gov, with ref to his letter No. G.A. 240/621, d. the 11.6.46.

The El. Engr. to Govt. with ref to his No. LA 12/1147, d. the 19.6.46.

V.S.M.
20/6/46.

CS
20.VI.46.

Sir,
I am
directed
to say
that
D.S.

THE AMALGAMATED ELECTRICITY CO., (BELGAUM) LTD.
(BELGAUM BRANCH.)

TELE. ADD. "CONELECTRO"
TELEPHONE NOS. { 20704. 33622. 82689.(TWO LINES.)

P. O. BOX No. 879.
178, ELPHINSTONE CIRCLE.

Ref. No. AMAL/BEL/G-3/1/46. BOMBAY. 23rd August, 1946

The Deputy Secretary to the Government of Bombay,
Public Works Department,
BOMBAY.

Dear Sir,

Re. Accounts for 1944-45.

PP 213-14

With reference to your letter No.3733/36-El.(I) dated 24th June, 1946, we state as follows:

P.201

Statement III - We have already given our explanations in previous correspondence.

P 205

Item of special expenses is amount spent for building up business and is of private nature. We hope the Government will be pleased to accept our explanation and include it in the calculation for the 'surplus'.

P-205

Requirement re: depreciation will be complied with in the accounts for 1945-46.

Yours faithfully,

The Amalgamated Electricity Co. (Belgaum) Ltd
For Consolidated Electric Agencies Ltd., Managing Agents

Managing Director

ML.

3733/36/34192

E. Br. (I) PWD

Submitted with ref. to the
L. 3733/36 Ell(1), & 24/6/46.

The present communication may
e shown 2.0. to the A.G, Bombay
d the Elec. Engineer to Govt. for
rther remarks if any.

DC.
7/9/46.

CH
10 IX 46

BS.
2.0.

(DD)

Rec. by the A-G. & the El. Engr.
d. the 11-9-46.

(10-10-46)

P.L. returned
10/9

ACCOUNTANT GENERAL'S
OFFICE
12 SEP 1946
BOMBAY.

Awt.

EIB(1) 26/

P. W. D.
File No. 3733/36
Serial No. 34192

EEB(1) 26-8-46

Mr. E.
7/9

·27 OFFICE OF THE ACCOUNTANT GENERAL, BOMBAY.

Passed on with compliments to the Electrical Engineer to the Government of Bombay.

2. Para 3(a) of the audit report - Statement III:- P201

As pointed out in this office u.o. note No.O.A.1775 dated 15.10.1945 (P.165 of the u.o.file), the Undertaking has not been able to prove the allocations of expenditure to capital by producing records in support thereof.

3. Para 5(b) of the audit report- Special Expenses: P205

As vouchers in support of this expenditure were not produced in audit it has been excluded in the calculation of the surplus.

4. Para 8(a) of the audit report - Provision for depreciation: 205

Action taken by the Undertaking will be verified at the next audit.

P Swaminadhan
28.9.1946

Exmr. O.A.

U.O.R. to Govt. in P.W.D.
No.O.A. 240/1617 Dt. 28-9-46.

Below U.O.R. No.O.A.240/1617 dated the 28th September 1946, from the Accountant General, Bombay.

======

No.L.A.12/ 2907 of 1946

Bombay, 28th October 1946

Passed on with compliments, to Government in the Public Works Department.

2. With reference to para 2 of the Examiner's remarks the Company may be asked to take the necessary action in accordance with the Government circular No.2581/36-El dated 28-2-1944. The accounts may not be accepted till such action is taken by the Company.

Electrical Engineer to Govt.

L.M.

7733/36
43689

220

El. Br (I). P.W.D.

Submitted with reference to the o.n. of the 7.9.46.

2. The draft put up may issue, if appd.

R1
16/10/46

CW
18.XI.46

Dft/24.

P. W. D.
File No. 3733/36 II
E(1)
28/10.
Serial No. 43689

El(1) 29.10.46

221 3733/3
4368

No 3733/36/II/EL (I). P. W. D.
B. C. 19th Nov

To
Messrs The Amalgamated Rly Coy
(Belgaum) Ltd, (Belgaum Br).
17.B, Elphinstone Circle,
Fort, Bombay.

Sub:— Accounts for the year ended the 31st March 1945

Dear Sirs,

I am to refer to the correspondence ending with your letter no AMAL/BEL/C.3-1-46 p 215 of the 23rd Aug 1946, and to state that you have not proved that allocations of expenditure to capital to the satisfaction of the auditor. The accounts cannot be accepted as correct till this is done and other instructions issued in A.C. no 2581/36 EL. of the 28.2.44 are complied with to the satisfaction of the auditor.

Yours Obly.

Copy for information to the A.G. Bbay (with reference to his no O.A. 240/1617, of the 28.9.46) the Pl. Engr to Govt (with reference to his no L.A.12/2907 of the 28.10.46).

21/11
Answered

21
16/11/46
18

For further power of
see heat III.

Eik
4/9/47)